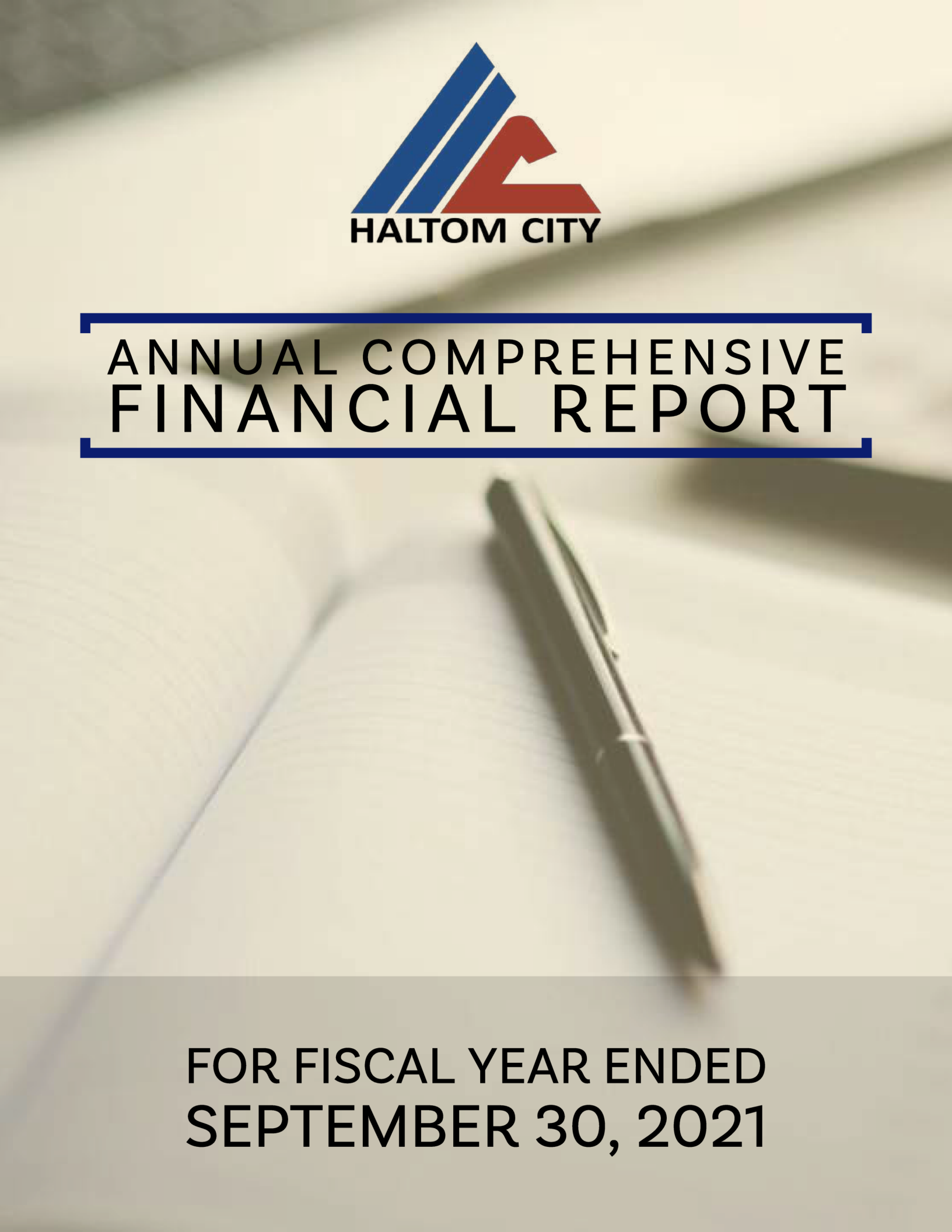

HALTOM CITY

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR FISCAL YEAR ENDED

SEPTEMBER 30, 2021

CITY OF HALTOM CITY, TEXAS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

YEAR ENDED SEPTEMBER 30, 2021

Prepared By:
City of Haltom City, Texas
Finance Department

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CITY OF HALTOM CITY, TEXAS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

TABLE OF CONTENTS

SEPTEMBER 30, 2021

	Page Number
INTRODUCTORY SECTION	
Transmittal Letter	i – iv
Organizational Chart	v
Principal Officials	vi – vii
Certificate of Achievement	viii
FINANCIAL SECTION	
Independent Auditor's Report	1 – 2
Management's Discussion and Analysis	3 – 11
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position	12 -13
Statement of Activities	14 – 15
Fund Financial Statements	
Balance Sheet – Governmental Funds	16 – 17
Reconciliation of Total Governmental Fund Balances to the Statement of Net Position	18
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	19 – 20
Reconciliation of the Changes in Governmental Fund Balances to the Change in Net Position of Governmental Activities	21
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund	22 – 23
Statement of Net Position – Proprietary Funds	24 – 25
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds	26
Statement of Cash Flows – Proprietary Funds	27
Notes to the Financial Statements	28 – 58

Required Supplementary Information

Schedule of Changes in Net Pension Liability and Related Ratios ..... 59 – 60

Schedule of Contributions ..... 61 – 62

Schedule of Changes in Total OPEB Liability and Related Ratios – TMRS – Supplemental Death Benefits Funds 63

Schedule of Changes in Total OPEB Liability and Related Ratios – Retiree Health Care Benefit Plan 64

Combining Statements and Individual Fund Schedules

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Major Governmental Funds – Budget and Actual:

Debt Service 65

Capital Projects (Street Reconstruction) 66

Capital Improvement 67

Combining Balance Sheet – Nonmajor Governmental Funds ..... 68 – 71

Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds ..... 72 – 75

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds – Budget and Actual:

Police Forfeitures 76

Police Donations 77

Red Light Camera 78

Police CART 79

Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:

Parks Donation 80

Park Dedication 81

Library Donations 82

Hotel/Motel Tax 83

Grants 84

Fire Department Donations 85

Court Technology 86

Court Security 87

Juvenile Case Manager 88

Animal Shelter 89

Safe Pathways Program 90

Street Assessments 91

Capital Replacement 92

STATISTICAL SECTION

Table

Financial Trends

1 Net Position by Component ..... 93 – 94

2 Changes in Net Position ..... 95 – 98

3 Fund Balance – Governmental Funds ..... 99 – 100

Revenue Capacity

4 Changes in Fund Balances – Governmental Funds ..... 101 – 102

5 General Governmental Tax Revenues By Source 103

6 Assessed Value and Estimated Actual Value of Taxable Property 104

7 Direct and Overlapping Property Tax Rates ..... 105 – 106

8 Principal Property Tax Payers 107

9 Property Tax Levies and Collections ..... 108 – 109

10 Sales Tax Collections by Fund 110

Debt Capacity

11 Ratio of Outstanding Debt by Type ..... 111 – 112

12 Ratio of Net General Bonded Debt Outstanding ..... 113 – 114

13 Direct and Overlapping Government Activities Debt 115

14 Legal Debt Margin Information ..... 116 – 117

15 Pledged – Revenue Coverage 118

Demographic and Economic Information

16 Demographic and Economic Statistics 119

17 Principal Employers 120

Operating Information

18 Full-Time Equivalent City Government Employees by Function/Program ..... 121 – 122

19 Operating Indicators by Function/Program ..... 123 – 124

20 Capital Asset Statistics by Function/Program ..... 125 – 126

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INTRODUCTORY SECTION

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CITY OF HALTOM CITY

March 28, 2022

Honorable Mayor and City Council Members:

The annual comprehensive financial report of the City of Haltom City for the fiscal year ended September 30, 2021 is hereby submitted. State Law requires that all governmental units publish within six months of the close of each fiscal year financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited by a licensed public accountant. This report is published to satisfy that requirement and to provide the City Council, City staff, our citizens, our bondholders, and other interested parties with detailed information concerning the financial condition and activities of the City government.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. The City is responsible for establishing and maintaining internal controls designed to ensure that the assets of the government are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

In developing and evaluating the City's accounting system, consideration is given to the adequacy of internal controls over financial reporting. These controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, and the reliability of financial records for preparing financial statements and maintaining accountability of assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived from the control. The evaluation of costs and benefits requires estimates and judgments by management. We believe that the City's current system of internal controls over financial reporting adequately safeguards assets and provides reasonable assurance for proper recording of financial transactions.

The City Charter and State Law require the City's basic financial statements to be audited by independent certified public accountants. Pattillo, Brown and Hill, L.L.P., Certified Public Accountants, performed the required audit and have issued an unmodified ("clean") opinion on the City of Haltom City's financial statements for the year ended September 30, 2021. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

The City, incorporated in 1950, is located six miles northeast of downtown Fort Worth in Tarrant County. The City has a land area of 12.4 square miles and an estimated populationof 46,394. The City of Haltom City is a "home rule" unit of local government under State of Texas law. The City has a council-manager form of government. Policy-making and legislative authority are vested in a governing body (City Council) consisting of the mayor and seven council members, all elected at large through popular vote. Council members serve two-year terms, with four members elected in even numbered years and the mayor and three members elected in odd numbered years. The Council appoints the City Manager, who in turn appoints the heads of the various departments.

The City provides a full range of services. These include public safety (police and fire), municipal court, animal services, parks, library, public works, and general administrative services. In addition, the City owns and operates a water distribution system, a wastewater collection system, and a drainage utility system.

The basic financial statements of the City include all government activities, organizations, and functions for which the City is financially accountable. The criteria considered in determining governmental activities to be reported within the City's basic financial statements are based upon and consistent with those set forth in the Codification of Governmental Accounting and Financial Reporting Standards. Component units are legally separate organizations that a primary government must include as a part of its financial reporting entity. The government-wide financial statements include not only the City itself (known as the primary government), but also include the Economic Development Corporation and the Crime Control District as discretely presented component units. The discretely presented component units are presented as separate columns in the government-wide financial statements.

The Haltom City Charter specifies that an operating budget be adopted prior to the first day of the fiscal year beginning October 1st. The City's budget process is a seven-month cycle, which begins in mid-February and ends in mid-September. Departments submit budget proposals by early May and during the months of May, June, and July the City Manager develops the recommended budget based on the policy direction received from Council.Prior to August 15th, the City Manager submits to the Council a proposed budget of expenditures and the means to finance them for the next year. The Council holds workshop meetings and public hearings on the proposed budget to receive citizen feedback and make final determinations about the eventual adopted budget. Prior to September 30th, the budget is legally enacted through the passage of an appropriation ordinance. Budgets are prepared by fund (e.g., general), department (e.g., fire), and division (e.g., suppression). Department heads may transfer resources within a department with the approval of the Finance Director. Transfers between departments and transfers involving capital outlays need special approval by the City Manager. Budget changes that increase the total budgeted expenditures of a fund must be approved by the City Council. The City Charter provides that the budget may be amended by the City Council.

LOCAL ECONOMY

The City of Haltom City has always shared the good fortune of Fort Worth and Northeast Tarrant County in general, with expanded job markets and general economic activity. This past year, the Fort Worth Metropolitan Statistical Area (MSA), in which Haltom City is located, has seen significant expansive growth driven by commercial construction, retail sales, services and transportation. Overall, the North Texas region has fared better than the nation as a whole. The Dallas-Fort Worth MSA area's population and labor force are among the more rapidly growing in the nation, having grown more than most other major MSA in Texas between 2010 and 2021. Relatively low taxes, housing and energy costs, along with the location, make the area attractive to business, with the additional enticement that Texas has no state personal income tax.

The City is strategically located less than 12 miles southwest of the Dallas / Fort Worth International Airport (DFW Airport) and less than 8 miles southeast of Fort Worth's Alliance Airport (the world's first industrial airport). Each airport is a major economic development catalyst for all cities in the surrounding area, which includes Haltom City.

Fiscal year 2021 proved to be a positive year for retail activity and growth for the City of Haltom City even amidst the Covid-19 pandemic in 2020. Sales Tax remains to increase by double digits (13.8%) over the previous year with new growth and businesses. Our City is not solely reliant on retail revenue but rather a varied tax base to include industrial-type businesses. Property tax values continue to increase each year and the demand of new homes and new neighborhoods will continue to drive growth within our City. The first new housing development is complete and the second neighborhood is underway with construction of all planned phases of the project. The new development along the 820 corridor will be the economic engine that will catapult the city into a favorable economic financial position.

Because of the City's location in a region with a varied economic base, unemployment has decreased by over 3% and is relatively stable. Haltom City's labor force is approximately 22,718 and the unemployment rate for September 2021 was 4.5%, which is lower than September 2020. The State of Texas unemployment rate is also 4.5% and the national rate is 4.7%. As the local unemployment rates in the Dallas/Fort Worth Metroplex is favorable at 3.9%, the recovery of the Covid-19 pandemic is very evident.

The general obligation bond rating for the City is AA- from Standard & Poor's. The rating is based on the strong financial management and budgetary flexibility.

LONG-TERM FINANCIAL PLANNING

Each year, the City Council meets and sets forth the strategic goals for the City. The Haltom City Council's Long-Term Strategic Goals for the coming three to five years are:

- Continue to cultivate the commercial and retail development plan for a successful economic development environment.
- Focus on competitive employee compensation to retain and attract high quality staff while maintaining a relationships-driven culture.
- Promote Fiscal Responsibility while Utilizing Performance Measures.
- Promote and Support Safety and Security within our Community.
- Build and Maintain Partnerships with Non-Profit Sector to Advance Revitalization.
- Address critical facility and infrastructure needs.

The City continues to focus major efforts on our strategic goals. These goals drive decision- making and help the City Council further the City's mission and vision, and then translate thatvision into actions. The City's limited resources are then prioritized to achieve that plan. The City's actions to implement the established strategic goals and address community issues are numerous and varied. However, the City continually addresses community issues through the best and most appropriate methods available.

Since 2004, the City's Finance Staff has worked with Department Heads and the City's financial advisor to develop financial models to be used in long-term financial planning. Models projecting revenues and expenditures/expenses for 5 years beyond the current year have been developed for all of the operational funds of the City and the Debt Service Fund. Assumptions have been developed for future tax rates and charges for service as well as projections for expenditures/expenses. Each possible program addition or change is analyzed in terms of impact over a 5-year window as a part of the decision-making process. The models also enable the City to make assumptions about the future debt capacity of the operational funds. The ability to determine available current resources and future debt proceeds has enabled the City to move forward with a new Capital Improvement Program. The program has identified projects based on their critical nature and the timeliness of available financing for the project.

In FY 2021, the City Council authorized a debt issuance of $29 million for the new Law Enforcement Center after approval from the citizen through a bond election. The planning phase is near completion and construction will begin soon.

RELEVANT FINANCIAL POLICIES

Financial Policies guide the development and implementation of the budget and are aframework for fiscal decision making that ensure financial resources are available tomeet the current and future needs of the City. The policy statements address areas of reporting and auditing, budgeting, revenues, capital improvements, debt, and grants to name a few. The financial management policies are designed to ensure the financial integrity and assist the City in achieving the following:

- Quality basic City services that meet the needs and desires of the citizens.
- A financial base sufficient to maintain or enhance City assets required to support community service demands.
- Responsiveness to constant changing needs, desires, and service requirements of the City.
- Prudent and professional financial management practices to assure residents of Haltom City and the financial community that City government is well managed and insound fiscal condition.
- Cost effective services to citizens through cooperation with other government entities.
- An adequate capital improvement program that maintains and enhances the public's assets.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Haltom City for its annual comprehensive financial report (ACFR) for the fiscal year ended September 30, 2020. The Certificate of Achievement is a prestigious national award- recognizing conformance with the highest standards for preparation of state and local government financial reports. This was the thirty-fourth consecutive year (fiscal years ended 1987-2020) that the government has achieved this prestigious award.

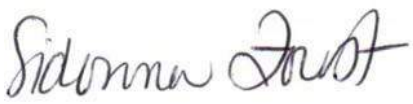
In order to be awarded a Certificate of Achievement, a government unit must publish aneasily readable and efficiently organized annual comprehensive financial report whose contents conform to program standards. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current annual comprehensive financial report continues to conform to the Certificate of AchievementProgram requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the City also received the GFOA's Distinguished Budget Presentation award for its annual budget document dated October 1, 2020. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document had to be judged proficient as a policy document, a financial plan, and operating guide, and a communications device.

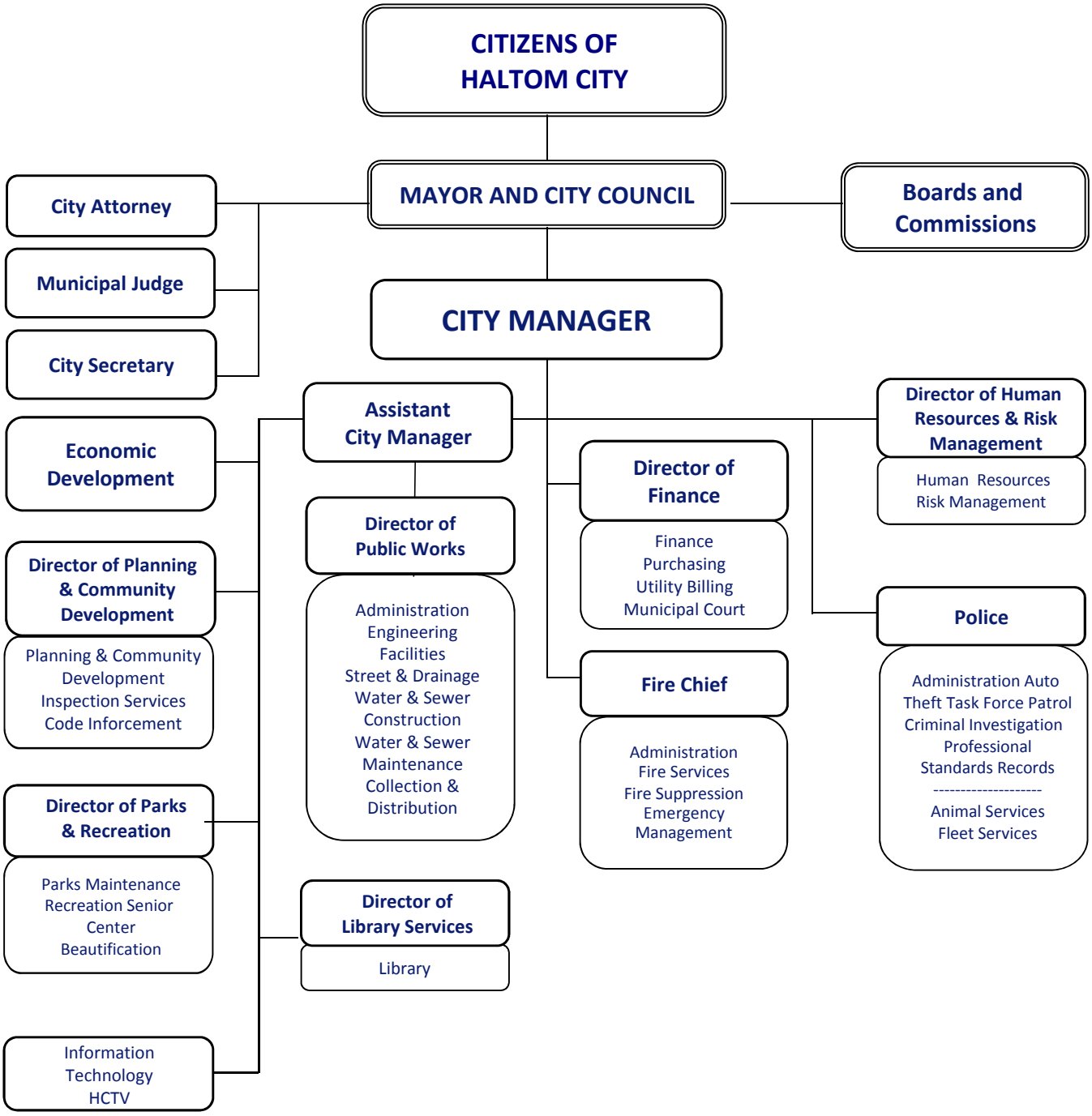
The preparation of this report could not be accomplished without the efficient and dedicated endeavors of the entire staff of the Finance Department, our Audit Committee, and our independent auditors. We would like to express our sincere appreciation to all employeeswho contributed to the preparation. We would also like to thank the Mayor, City Council, and the City Manager for their support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



Sidonna Foust
Assistant City Manager/Director of Finance

Jon Stevenson
Assistant Director of Finance/Controller


CITIZENS OF HALTOM CITY
MAYOR AND CITY COUNCIL
Boards and Commissions
City Attorney
Municipal Judge
City Secretary
CITY MANAGER
Economic Development
Assistant City Manager
Director of Human Resources & Risk Management
Human Resources
Risk Management
Director of Finance
Finance
Purchasing
Utility Billing
Municipal Court
Director of Public Works
Administration
Engineering
Facilities
Street & Drainage
Water & Sewer Construction
Water & Sewer Maintenance
Collection & Distribution
Director of Planning & Community Development
Planning & Community Development
Inspection Services
Code Inforcement
Police
Administration Auto Theft Task Force Patrol
Criminal Investigation
Professional Standards Records

Animal Services
Fleet Services
Fire Chief
Administration
Fire Services
Fire Suppression
Emergency Management
Director of Parks & Recreation
Parks Maintenance
Recreation Senior Center
Beautification
Director of Library Services
Library
Information Technology
HCTV

CITY OF HALTOM CITY
CITY COUNCIL

An Truong
Mayor

Brent Weast
Place 4

Marian Hilliard
Place 1

Susan Soule
Place 5

Walter Grow
Place 2

Ricky Brown
Place 6

Lin Thompson
Place 3

Gaye Vanzant
Place 7

CITY OF HALTOM CITY

Management Staff

City Manager	Rex Phelps
Assistant City Manager/Director of Finance	Sidonna Foust
City Secretary	Art Camacho
Fire Chief	Brian Jacobs
Director of Human Resources & Risk Management	Toni Beckett
Municipal Judge	Lorraine Irby
Director of Library Services	Lesly Smith
Director of Parks & Recreation	Christi Pruitt
Director of Planning & Community Development	Glenna Batchelor
Police Chief	Cody Phillips
Director of Public Works	Gregory Van Nieuwenhuize

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Haltom City Texas

For its Annual Comprehensive
Financial Report
for the Fiscal Year Ended

September 30, 2020

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

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PATTILLO, BROWN & HILL, L.L.P.
401 West State Highway 6
Waco, Texas 76710
254.772.4901 | pbhcpa.com

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and
Members of the City Council
City of Haltom City, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Haltom City, Texas as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the City of Haltom City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Haltom City, Texas as of September 30, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

OFFICE LOCATIONS
TEXAS | Waco | Temple | Hillsboro | Houston
NEW MEXICO | Albuquerque

AICPA
GAQC Member

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of changes in net pension liability and related ratios, the schedule of contributions, and the schedules of changes in total OPEB liabilities and related ratios be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audited was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Haltom City, Texas' basic financial statements. The introductory section, combining and individual non-major fund financial statements and schedules and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 2022, on our considerations of the City of Haltom City, Texas' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Haltom City, Texas' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Haltom City, Texas' internal control over financial reporting and compliance.

Pattillo, Brown & Hill, L.L.P.

Waco, Texas
March 28, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

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MDA MANAGEMENT'S DISCUSSION AND ANALYSIS

The financial management team of the City of Haltom City offers the following narrative overview and analysis of the financial activities of the City of Haltom City for the fiscal year ended September 30, 2021. Please read this in conjunction with the transmittal letter at the beginning of the report and the City's financial statements following this section.

I. FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at the close of the fiscal year ended September 30, 2021 by $155 million (net position). Of this amount, about $40.5 million (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors in accordance with the City's fund designation and fiscal policies.
- The City's total net position increased by about $12.1 million for the year ended September 30, 2021. Out of this, $5.4 million is from governmental activities and $6.7 million from business activities.
- On a government-wide basis, the City's total assets increased by $38.4 million or 16.6% and total liabilities increased by $26.7 million or 31%.
- As of September 30, 2021, the City's governmental funds reported combined ending fund balances of $81.7 million, an increase of $33.2 million in comparison with prior year. Approximately, $20.2 million of the fund balance is available for spending at the government's discretion (unassigned fund balance).

II. OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business.

The statement of net position presents information on all of the City's assets and deferred outflows and liabilities and deferred inflows, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the City's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

In the Statement of Net Position and the Statement of Activities, we divide the City into two kinds of activities:

- **Governmental activities**: Most of the City's basic services are reported here, including the police, fire, street maintenance, culture and recreation and general administration. Property taxes, sales taxes, franchise fees, charges for services and fines/forfeitures provide the majority of funding for these activities.
- **Business-type activities**: The City charges a fee to customers to cover all or most of the cost of certain services provided. The City's water and sewer system, and drainage utility system are reported here.

The government-wide financial statements include not only the City itself (known as the primary government), but also include the Economic Development Corporation and the Crime Control District, which are legally separate entities. The Economic Development Fund accounts for the local sales tax used to stimulate the local economy, development, and redevelopment. The Crime Control District accounts for the accumulation and use of sales tax proceeds designated for crime reduction programs. Additional information on these two component units can be found in Note 1 in the notes to the financial statements.

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds - not the City as a whole. Some funds are required to be established by State law. However, the City establishes many other funds to control and manage money for particular purposes or to show the legal responsibilities for using certain revenues.

The City's three kinds of funds, governmental, proprietary, and fiduciary, use different accounting approaches.

Governmental funds: Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed *short-term view* of the City's general government operations and the basic services it provides. Governmental fund information helps one determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. We describe the relationship (or differences) between governmental *activities* (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation beside the fund financial statements.

Proprietary funds: When the City charges customers for the full cost of the services it provides whether to outside customers or to other units of the City, these services are reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's enterprise funds (a component of business type funds) are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

Fiduciary funds: These funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following the basic financial statements.

Other Information

In addition to basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits and other post-retirement healthcare benefits to its employees. This report also contains combined financial statements, as well as individual detailed budgetary comparisons for all non-major governmental funds.

III. GOVERNMENT-WIDE FINANCIAL ANALYSIS

Analysis of the City's Financial Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the City of Haltom City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $155.1 million as of September 30, 2021.

By far the largest portion of the City's net position, $92.1 million (or 59.5%) reflects its net investment in capital assets (e.g. land, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

A portion of the City's net position ($22.4 million, or 14.4%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position ($40.5 million, or 26.1%) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City reported a positive balance in all three categories of net position. The governmental activities showed a $8 million positive unrestricted net position (deficit) and the business-type activities showed a positive unrestricted net position of $32.6 million. The net position for governmental activities and business-type activities are summarized as follows:

	Governmental Activities		Business Type Activities		Total	
	FY 2021	FY 2020	FY 2021	FY 2020	FY 2021	FY 2020
Assets						
Current and other assets	$ 91,730,489	$ 53,709,325	$ 39,076,156	$ 32,305,718	$ 130,806,645	$ 86,015,043
Capital assets	81,937,536	86,567,485	56,943,141	58,608,320	138,880,677	145,175,805
Total assets	173,668,025	140,276,810	96,019,297	90,914,038	269,687,322	231,190,848
Deffered Outflows of Resources	2,987,606	2,817,408	441,133	408,405	3,428,739	3,225,813
Liabilities						
Current liabilities	8,738,528	4,010,838	3,110,960	2,950,177	11,849,488	6,961,015
Noncurrent liabilities	84,230,577	60,701,295	16,377,531	18,174,978	100,608,108	78,876,273
Total Liabilities	92,969,105	64,712,133	19,488,491	21,125,155	112,457,596	85,837,288
Deferred Inflows of Resources	4,866,346	5,015,851	735,384	646,870	5,601,730	5,662,721
Net Position						
Net investment in capital assets	48,488,519	56,184,646	43,641,248	43,473,153	92,129,767	99,657,799
Restricted	22,380,151	18,389,983	-	-	22,380,151	18,389,983
Unrestricted	7,951,510	(1,208,395)	32,595,307	26,077,265	40,546,817	24,868,870
Total Net Position	$ 78,820,180	$ 73,366,234	$ 76,236,555	$ 69,550,418	$ 155,056,735	$ 142,916,652

Analysis of the City's operations

The City of Haltom City's net position increased by $12.1 million to $155 million during the current fiscal year. Out of which an increase of $5.4 million in governmental activities and an increase of $6.7 million in business-type activities. Details are listed as follows:

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program Revenues:						
Charges for services	$ 4,361,566	$ 4,268,172	$ 25,748,215	$ 26,748,035	$ 30,109,781	$ 31,016,207
Operating grants and contributions	1,522,728	1,634,438	-	-	1,522,728	1,634,438
Capital grants and contributions	240,588	143,769	1,027,514	-	1,268,102	143,769
General Revenues:						
Taxes:						
Property taxes levied for general purposes	18,206,031	17,273,899	-	-	18,206,031	17,273,899
Other taxes	18,829,967	17,355,074	-	-	18,829,967	17,355,074
Gain on sale of capital assets	-	32,017	-	-	-	32,017
Other revenues	98,093	308,672	-	-	98,093	308,672
Investment income	(132,667)	745,428	(74,113)	428,817	(206,780)	1,174,245
Total revenues	43,126,306	41,761,469	26,701,616	27,176,852	69,827,922	68,938,321
Expenses:						
General government	9,241,073	6,582,331	-	-	9,241,073	6,582,331
Public safety	21,334,383	17,919,745	-	-	21,334,383	17,919,745
Streets	2,549,723	1,877,804	-	-	2,549,723	1,877,804
Culture and recreation	3,416,953	3,457,170	-	-	3,416,953	3,457,170
Interest and other fees	1,710,224	1,478,330	-	-	1,710,224	1,478,330
Water & wastewater	-	-	17,919,526	18,182,467	17,919,526	18,182,467
Drainage	-	-	1,515,957	1,763,216	1,515,957	1,763,216
Total expenses	38,252,356	31,315,380	19,435,483	19,945,683	57,687,839	51,261,063
Change in net position before transfers	4,873,950	10,446,089	7,266,133	7,231,169	12,140,083	17,677,258
Transfers	579,996	579,996	(579,996)	(579,996)	-	-
Change in net position	5,453,946	11,026,085	6,686,137	6,651,173	12,140,083	17,677,258
Net position - beginning	73,366,234	62,340,149	69,550,418	62,899,245	142,916,652	125,239,394
Net position - ending	$ 78,820,180	$ 73,366,234	$ 76,236,555	$ 69,550,418	$ 155,056,735	$ 142,916,652

Governmental activities

The net position of governmental activities at end of the fiscal year was at $78.8 million compared to $73.4 million for prior year. This was an increase in net position of $5.4 million. Total revenues increased over the prior year from $41.8 million to $43.1 million. Total expenses for the fiscal year increased to $38.3 million from $31.3 million. The increase was mainly due to operating costs returning to normal after the Covid-19 pandemic.

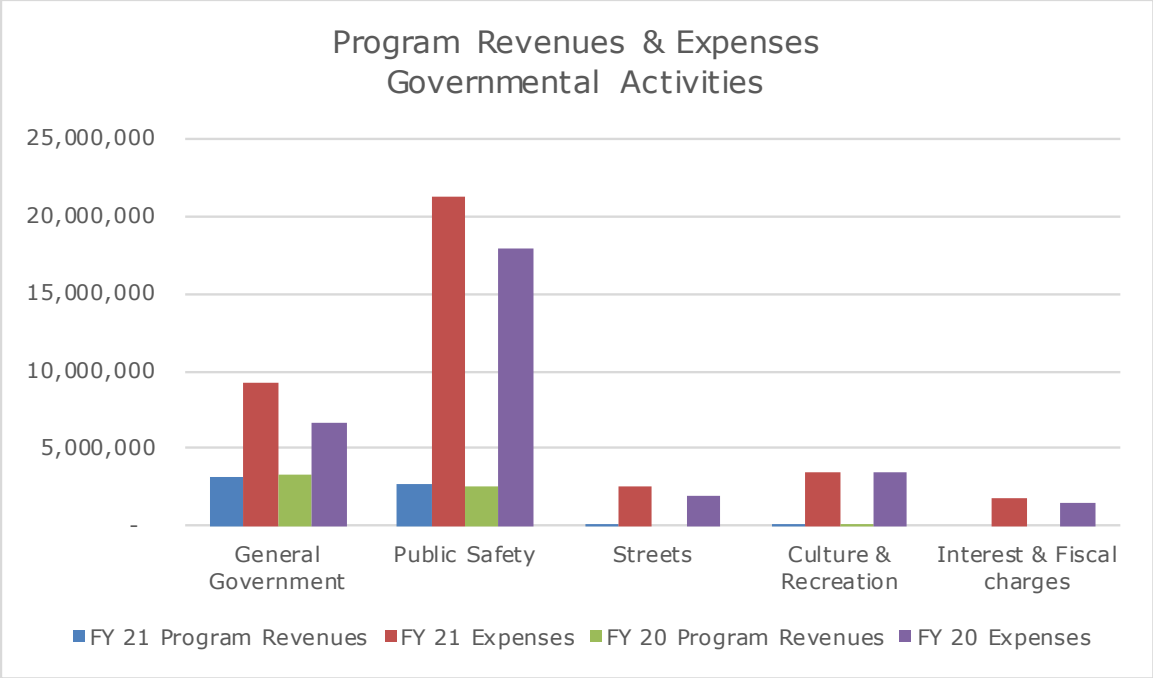
Key changes of revenues and expenses are as follows:

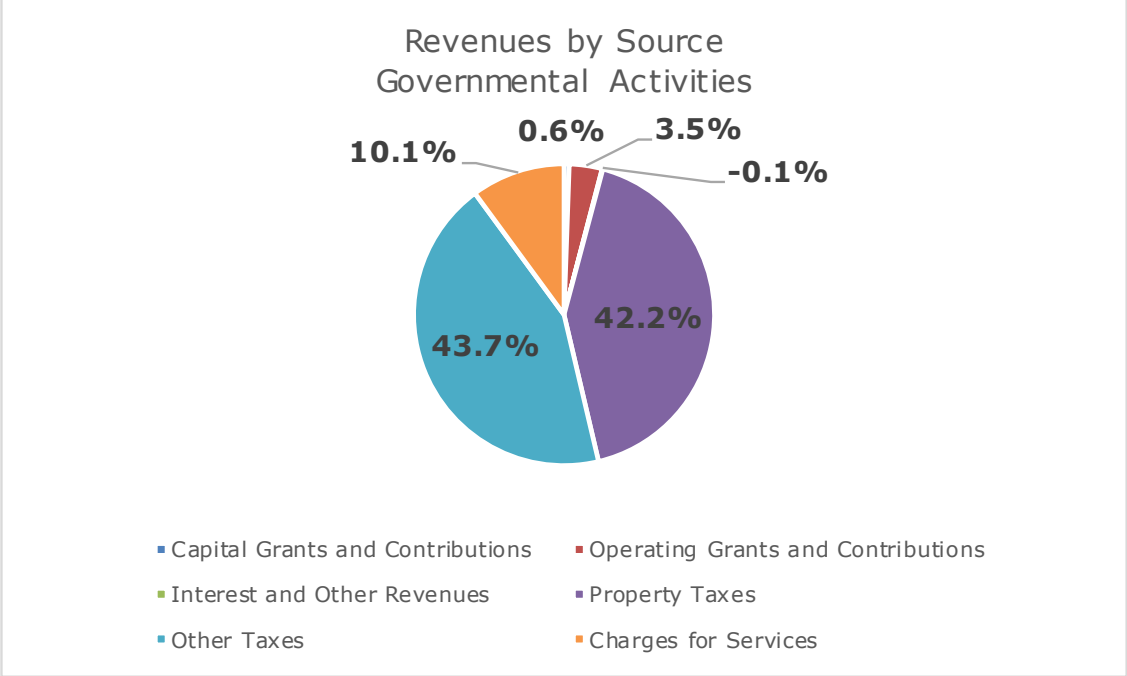
Revenues

- Total revenue increased by $1.4 million or 3% from previous year.
- Property tax increased by about $0.9 million or 5% due to higher assessed value.
- Other Taxes increased by 1.5 million 8% due to increased business returning from Covid-19 pandemic.

Expenses

- Total expenses for the governmental activities increased by $6.9 million or 22%.
- General government expenses increased by $2.7 million (40%) due to cost reductions implemented at the beginning of the COVID-19 pandemic being removed during the year.
- Public safety expenses were $3.4 million (19%) higher due to increased hiring and raises.





Business-type activities

The net position of business-type activities at end of the fiscal year was at $76.2 million compared to $69.6 million for prior year. This was an increase in net position of $6.7 million. The City generally can only use the net position to finance the continuing operations of the business-type activities. Total revenues for business-type activities decreased over the prior year from $27.1 million to $26.7 million due to lower sales and service fees. Total expenses for the fiscal year decreased to $19.4 million from $19.9 million. The decrease was due to lower operating costs for both water/sewer and drainage activities.

Water and Sewer Fund

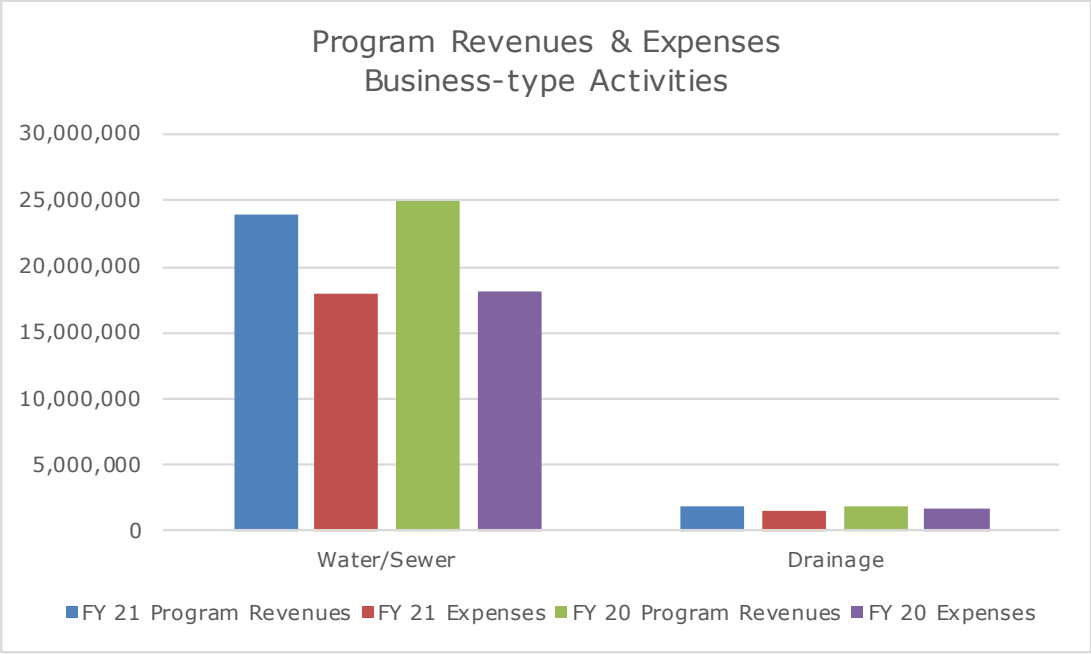
- The Water and Sewer Fund program revenues decreased from $24.9 million in the prior year to $23.9 million in the current year, driven mostly by an decrease in water and sewer sales and service fees.

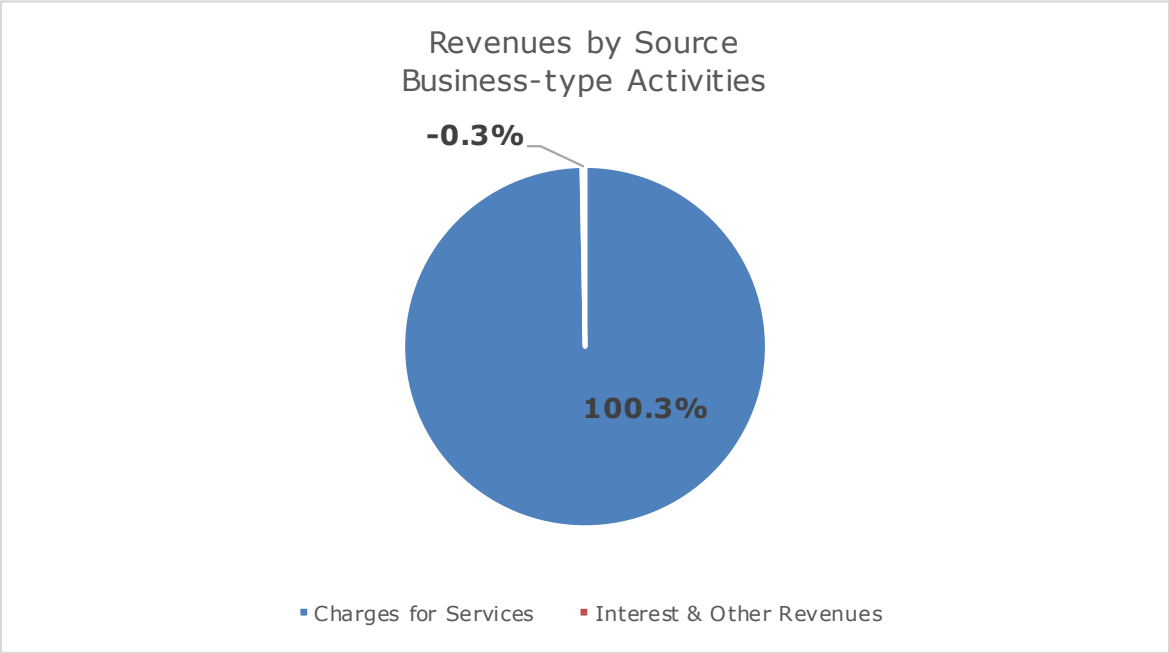
- Expenses for Water and Sewer Fund decreased by about $0.1 million (.1%). The decreased is due to lower water and sewer maintenance expenses in the current year.

Drainage Fund

- Program revenues for the current year were $1.8 compared to $1.8 in the prior year. This represents a 0% increase.

- Drainage expenses decreased from $1.7 million in the prior year to $1.5 in 2021. This represents a 13% decrease, primarily caused by an increase in drainage maintenance costs.





Analysis of City's Funds

Governmental funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City's governmental funds had a combined ending fund balance of about $81.7 million, an increase of $33.3 million (68.6%) in comparing to the prior year. About $20.2 million (25%) of this fund balance constitutes unassigned fund balance, which is available for spending at the government's discretion. The remaining fund balance of $61.5 million (75%), is not available for general spending.

The General Fund balance had an increase of $6.5 million (36%) this fiscal year. For fiscal year 2021, total General Fund revenues increased by $.9 million (2.9%). Two major increases were taxes and licenses and permits revenues. Total tax revenues increased by $0.9 million (4%) contributed by property tax, sales tax and franchise tax. Licenses and permits increase by $0.8 million (72%) mainly due to increased development in the area.

General Fund expenditures were $1.3 million (6%) higher compared to prior year. Most department expenditures increased due to cost reductions implemented at the beginning of the COVID-19 pandemic being stopped in FY 21. There was an increase of 0.4 million of Nondepartmental expenditures due to the above.

The Debt Service Fund had a fund balance of $1.6 million, all of which is restricted for the payment of debt. The City is to limit general obligation annual debt requirements to 25% of general government expenditures. The fiscal year 2021 debt requirement was about 23% of the General Fund expenditures.

The fund balance of Street Reconstruction Capital Project Fund ended the year at about $19.2 million. The fund balance is restricted for street capital projects. Total expenditures for the current year decreased $2.1 million over the prior year.

The fund balance of the Capital Improvement Fund ended the year at about $33.5 million. The fund balance is restricted for capital improvement projects. The increase in the fund was approximately $25.3 million, caused by the issuance of debt.

Proprietary funds. The City's proprietary fund statements provide the same type of information found in the government-wide financial statements. Factors concerning the finances of the proprietary funds have already been addressed in the discussion of the City of Haltom City's business-type activities.

General Fund Budgetary Highlights

General Fund balance increased by $6.4 million (36%) for fiscal year 2021.

When comparing to the budget, actual total revenues were $3.3 million higher than the budget due to increases in property taxes, and sales taxes. Grants from other governments include federal funding received to help offset costs incurred to deal with the COVID-19 pandemic.

The total expenditures were lower than budgeted by $0.1 million. Most departments spent less than their budgeted amounts except for Administrative, and City Secretary. When the COVID-19 pandemic began, the City implemented a cost reduction strategy to help offset any potential revenue shortfalls.

IV. CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets - At September 30, 2021, the City had $138.9 million (net of accumulated depreciation) invested in capital assets including police and fire equipment, buildings, park facilities, roads, water, sewer, and storm water facilities. This amount represents a net decrease of $6.3 million (4.3%) from last year. Details of capital assets are listed below.

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	$ 15,803,948	$ 17,660,258	$ 6,125,273	$ 6,125,273	$ 21,929,221	$ 23,785,531
Buildings	8,297,417	9,006,842	43,406,678	43,513,060	51,704,095	52,519,902
Improvements	40,101,699	42,980,094	-	-	40,101,699	42,980,094
Machinery & equipment	3,379,717	6,302,895	182,669	1,129,830	3,562,386	7,432,725
Waterworks & sewer system	-	-	5,371,978	7,008,899	5,371,978	7,008,899
Construction in progress	14,354,755	8,252,528	1,856,543	1,851,485	16,211,298	10,104,013
Total	$ 81,937,536	$ 84,202,617	$ 56,943,141	$ 59,628,547	$ 138,880,677	$ 143,831,164

Significant increases in capital assets include construction in progress and land of approximately $7.2 million. These additions were offset by a land sale of $3 million and annual depreciation.

Additional information on the City of Haltom City's capital assets can be found in Note VI of this report.

Long-term Liabilities - At the end of the current fiscal year, the City had total general obligation bonds, refunding bonds, certificates of obligation, tax notes, premium on bonds, and compensated absences, outstanding of $80.3 million. Of this amount, $66.6 million was from governmental activities and $13.7 million were business-type activities.

The City had total bonded debt outstanding of $75.1 million. Of this amount, $61.8 million was comprised of debt backed by the full faith and credit of the City and $13.3 million represents bonds secured by the full faith and credit of the City but serviced by specific revenue sources from the proprietary funds. The City's underlying General Obligation Bond rating is AA- by Standard & Poor's.

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Certificates of obligations	$ 8,535,000	$ 10,125,000	$ 8,900,000	$ 9,715,000	$ 17,435,000	$ 19,840,000
General obligation bonds	49,730,000	26,365,000	-	-	49,730,000	26,365,000
General obligation refunding bonds	-	-	4,085,000	5,040,000	4,085,000	5,040,000
Premium on bond issuance	3,512,731	1,409,441	320,379	393,939	3,833,110	1,803,380
Total bonded debt	61,777,731	37,899,441	13,305,379	15,148,939	75,083,110	53,048,380
Compensated absences	3,452,334	2,925,450	399,495	348,669	3,851,829	3,274,119
Capital leases	1,314,418	1,777,386	-	-	1,314,418	1,777,386
Total long-term debt	$ 66,544,483	$ 42,602,277	$ 13,704,874	$ 15,497,608	$ 80,249,357	$ 58,099,885

Additional information on the City's long-term debt can be found in note VIII of this report.

V. ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's budgetary flexibility remains very strong with solid fund reserves. The City's economy remains consistent despite the negative effect of the Covid-19 pandemic on neighboring cities. The City's elected and appointed officials considered many factors when setting the fiscal year 2022 budget, especially tax rates, and fees that will be charged for the business-type activities.

Highlights of the 2022 budget include:

- Lower property tax rate of $0.645651
- Mid-year salary increase for full time employees
- Total City budget over $110.9 million

VI. REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact the Finance Department at 5024 Broadway Avenue, Haltom City, Texas.

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BASIC FINANCIAL STATEMENTS

CITY OF HALTOM CITY, TEXAS

STATEMENT OF NET POSITION

SEPTEMBER 30, 2021

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Economic Development	Crime Control District
ASSETS					
Cash and investments	$ 86,601,701	$ 35,884,201	$ 122,485,902	$ 3,975,597	$ 2,656,682
Receivables, net:					
Taxes	802,447	-	802,447	-	-
Accounts receivable	-	2,947,838	2,947,838	-	-
Intergovernmental	3,169,922	-	3,169,922	-	410,764
Accrued Interest	46,382	18,982	65,364	2,103	1,405
Other	923,303	-	923,303	-	1,716
Inventory	186,734	225,135	411,869	-	-
Capital assets					
Land	15,803,948	6,125,273	21,929,221	-	-
Building and improvements	19,100,895	45,131,595	64,232,490	-	-
Improvements other than Buildings	90,013,617	-	90,013,617	-	-
Water and sewer system	-	39,929,593	39,929,593	-	-
Machinery and equipment	15,576,653	5,138,255	20,714,908	-	-
Construction-in-progress	14,354,755	1,856,543	16,211,298	-	-
Less: accumulated depreciation	(72,912,332)	(41,238,118)	(114,150,450)	-	-
Total assets	173,668,025	96,019,297	269,687,322	3,977,700	3,070,567
DEFERRED OUTFLOWS OF RESOURCES					
Deferred loss on bond refunding	91,505	3,486	94,991	-	-
Pension related	2,253,755	340,579	2,594,334	-	54,027
OPEB related (RHP)	394,558	59,624	454,182	-	9,458
OPEB related (SDBF)	247,788	37,444	285,232	-	5,940
Total deferred outflows of resources	2,987,606	441,133	3,428,739	-	69,425

The accompanying notes are an integral part of these financial statements.

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Economic Development	Crime Control District
LIABILITIES					
Accounts payable	$ 1,456,463	$ 1,353,488	$ 2,809,951	$ 85,000	$ 28,242
Accrued liabilities	1,429,588	441,746	1,871,334	213,698	175,103
Accrued interest payable	222,598	62,564	285,162	-	-
Customer deposits	-	1,253,162	1,253,162	-	-
Retainage payable	194,199	-	194,199	-	-
Unearned revenue	5,435,680	-	5,435,680	-	-
Noncurrent liabilities:					
Due within one year					
Long-term debt	6,697,836	1,709,899	8,407,735	-	20,386
Total OPEB liability - SDBF	14,516	2,194	16,710	-	348
Due in more than one year					
Long-term debt	59,846,647	11,994,975	71,841,622	-	81,542
Net pension liability	13,241,626	2,001,026	15,242,652	-	317,426
Net OPEB liability - RHP	3,434,675	519,035	3,953,710	-	82,335
Total OPEB liability - SDBF	995,277	150,402	1,145,679	-	23,859
Total liabilities	92,969,105	19,488,491	112,457,596	298,698	729,241
DEFERRED INFLOWS OF RESOURCES					
Deferred inflow related to pensions	3,587,537	542,136	4,129,673	-	86,000
OPEB related (RHP)	1,173,687	177,363	1,351,050	-	28,135
OPEB related (SDBF)	105,122	15,885	121,007	-	2,520
Total deferred inflows of resources	4,866,346	735,384	5,601,730	-	116,655
NET POSITION					
Net investment in capital assets	48,488,519	43,641,248	92,129,767	-	-
Restricted for:					
Capital projects	19,249,523	-	19,249,523	-	-
Donor restrictions for libraries, parks and law enforcement	725,982	-	725,982	-	-
Debt service	1,712,505	-	1,712,505	-	-
Promotion of tourism and business	190,227	-	190,227	-	-
Public safety	501,914	-	501,914	-	-
Economic development	-	-	-	3,679,002	-
Unrestricted	7,951,510	32,595,307	40,546,817	-	2,294,096
Total net position	$ 78,820,180	$ 76,236,555	$ 155,056,735	$ 3,679,002	$ 2,294,096

CITY OF HALTOM CITY, TEXAS

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2021

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental activities:				
General government	$ 9,241,073	$ 3,104,767	$ 13,648	$ 1,111
Public safety	21,334,383	1,151,877	1,496,340	103,519
Streets	2,549,723	-	-	135,958
Culture and recreation	3,416,953	104,922	12,740	-
Interest and fiscal charges	1,710,224	-	-	-
Total governmental activities	38,252,356	4,361,566	1,522,728	240,588
Business-type activities:				
Water and sewer services	17,919,526	23,927,784	-	1,027,514
Drainage services	1,515,957	1,820,431	-	-
Total business-type activities	19,435,483	25,748,215	-	1,027,514
Total primary government	57,687,839	30,109,781	1,522,728	1,268,102
Component units				
Economic Development	10,000	-	-	-
Crime Control District	1,925,681	-	-	-
Total component units	$ 1,935,681	$ -	$ -	$ -
General revenues:				
Property taxes, penalty and interest				
Sales taxes				
Franchise taxes				
Occupancy taxes				
Oil and gas leases				
Mixed beverage and bingo taxes				
Interest and investment gains (losses)				
Miscellaneous				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position - beginning of year				
Net position - end of year				

The accompanying notes are an integral part of these financial statements.

Net (Expense) Revenue and Changes in Net Position

Primary Government				
Governmental Activities	Business-type Activities	Total	Economic Development	Crime Control District
$(6,121,547)	$ -	$(6,121,547)	$ -	$ -
(18,582,647)	-	(18,582,647)	-	-
(2,413,765)	-	(2,413,765)	-	-
(3,299,291)	-	(3,299,291)	-	-
(1,710,224)	-	(1,710,224)	-	-
(32,127,474)	-	(32,127,474)	-	-
-	7,035,772	7,035,772	-	-
-	304,474	304,474	-	-
-	7,340,246	7,340,246	-	-
(32,127,474)	7,340,246	(24,787,228)	-	-
-	-	-	(10,000)	-
-	-	-	-	(1,925,681)
$ -	$ -	$ -	$(10,000)	$(1,925,681)
$ 18,206,031	$ -	$ 18,206,031	$ -	$ -
15,280,750	-	15,280,750	-	2,123,435
3,480,016	-	3,480,016	-	-
46,805	-	46,805	-	-
86,403	-	86,403	-	-
22,396	-	22,396	-	-
(132,667)	(74,113)	(206,780)	(21,321)	(6,026)
11,690	-	11,690	-	-
579,996	(579,996)	-	-	-
37,581,420	(654,109)	36,927,311	(21,321)	2,117,409
5,453,946	6,686,137	12,140,083	(31,321)	191,728
73,366,234	69,550,418	142,916,652	3,710,323	2,102,368
$ 78,820,180	$ 76,236,555	$ 155,056,735	$ 3,679,002	$ 2,294,096

CITY OF HALTOM CITY, TEXAS

BALANCE SHEET
GOVERNMENTAL FUNDS

SEPTEMBER 30, 2021

	General	Debt Service	Street Reconstruction Capital Projects
ASSETS			
Cash and investments	$ 29,480,545	$ 1,599,395	$ 18,860,115
Receivables (net of allowance):			
Taxes	530,205	272,242	-
Intergovernmental	2,412,341	49,222	633,809
Accrued interest	15,591	846	9,976
Other	919,667	-	-
Due from other funds	48,000	-	-
Inventory	186,734	-	-
Total assets	33,593,083	1,921,705	19,503,900
LIABILITIES			
Accounts payable	975,657	-	47,176
Accrued liabilities	1,336,278	-	-
Due to other funds	-	-	-
Accrued interest payable	-	41,627	13,398
Unearned revenue	5,435,680	-	-
Retainage payable	-	-	193,803
Total liabilities	7,747,615	41,627	254,377
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	516,922	265,020	-
Unavailable revenue - court fines	619,680	-	-
Unavailable revenue - street assessments	30,145	-	-
Total deferred inflows of resources	1,166,747	265,020	-
FUND BALANCES			
Nonspendable:			
Inventory	186,734	-	-
Restricted for:			
Construction of capital assets	-	-	19,249,523
Promotion of tourism	-	-	-
Grantors, trustees and donors	-	-	-
Public safety	-	-	-
Debt service	-	1,615,058	-
Committed for purchase of capital assets	-	-	-
Assigned for:			
Subsequent year's budget	4,338,894	-	-
Unassigned	20,153,093	-	-
Total fund balances	24,678,721	1,615,058	19,249,523
Total liabilities, deferred inflows of resources, and fund balances	$ 33,593,083	$ 1,921,705	$ 19,503,900

The accompanying notes are an integral part of these financial statements.

Capital Improvement	Other Governmental	Total Governmental Funds
$ 34,003,912	$ 2,657,734	$ 86,601,701
-	-	802,447
-	74,550	3,169,922
17,985	1,984	46,382
-	3,636	923,303
-	-	48,000
-	-	186,734
34,021,897	2,737,904	91,778,489
421,992	11,638	1,456,463
86,856	6,454	1,429,588
-	48,000	48,000
-	-	55,025
-	-	5,435,680
396	-	194,199
509,244	66,092	8,618,955
-	-	781,942
-	-	619,680
-	-	30,145
-	-	1,431,767
-	-	186,734
33,512,653	66,411	52,828,587
-	190,227	190,227
-	725,982	725,982
-	501,914	501,914
-	-	1,615,058
-	1,108,092	1,108,092
-	-	4,338,894
-	79,186	20,232,279
33,512,653	2,671,812	81,727,767
$ 34,021,897	$ 2,737,904	$ 91,778,489

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CITY OF HALTOM CITY, TEXAS

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO THE STATEMENT OF NET POSITION

AS OF SEPTEMBER 30, 2021

Amounts reported for governmental activities in the Statement of Net Position is different because:

Total Governmental Fund Balances		$ 81,727,767
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds		81,937,536
Deferred outflows of resources are not reported in the governmental funds.		
Deferred charges on debt refundings	$ 91,505	
Deferred outflow related to pensions	2,253,755	
Deferred outflow related to retiree health plan OPEB	394,558	
Deferred outflow related to SDBF OPEB	247,788	2,987,606
Other long-term assets are not available to pay for current-period expenditures and therefore are unearned in the funds.		1,431,767
Long-term liabilities, including bonds payable, compensated absences, OPEB liabilities and capital leases are not due and payable in the current period and, therefore, are not reported in the funds.		
Bonds payable	(58,265,000)	
Premium on bond issuance	(3,512,731)	
Accrued interest payable	(167,573)	
Net pension obligation	(13,241,626)	
Net OPEB liability - retiree health plan	(3,434,675)	
Total OPEB liability - SDBF OPEB	(1,009,793)	
Compensated absences	(3,452,334)	
Capital leases	(1,314,418)	(84,398,150)
Deferred inflows of resources are not reported in the governmental funds.		
Deferred inflows related to pensions	(3,587,537)	
Deferred inflows related to retiree health plan OPEB	(1,173,687)	
Deferred inflows related to SDBF OPEB	(105,122)	(4,866,346)
Net position of government activities		$ 78,820,180

The accompanying notes are an integral part of these financial statements.

CITY OF HALTOM CITY, TEXAS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	General	Debt Service	Street Reconstruction Capital Projects
REVENUES			
Taxes	$ 26,495,000	$ 7,113,879	$ 3,279,821
Licenses and permits	1,721,763	-	-
Intergovernmental	1,472,924	-	-
Fines and fees	1,061,292	-	-
Charges for services	1,436,937	-	-
Impact fees	-	-	135,958
Oil and gas lease	86,403	-	-
Contributions	257	-	-
Interest and investment gains (losses)	(12,944)	2,458	(51,617)
Miscellaneous	2,880	-	-
Total revenues	32,264,512	7,116,337	3,364,162
EXPENDITURES			
Current:			
General government	7,421,665	-	4,818
Public safety	17,423,503	-	-
Streets	1,068,598	-	1,889,998
Cultural and recreation	2,718,077	-	-
Debt service:			
Principal	-	5,580,000	-
Interest and other	-	992,902	-
Bond issuance costs	-	159,806	-
Capital outlay	-	-	91,968
Total expenditures	28,631,843	6,732,708	1,986,784
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	3,632,669	383,629	1,377,378
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	6,340,000	-
Premium on issuance of debt	-	591,983	-
Payment to escrow agent	-	(6,939,428)	-
Sale of capital assets	2,864,723	-	-
Transfers in	1,544,246	306,780	-
Transfers out	(1,556,772)	-	(900,000)
Total other financing sources and uses	2,852,197	299,335	(900,000)
NET CHANGE IN FUND BALANCES	6,484,866	682,964	477,378
FUND BALANCES, BEGINNING	18,193,855	932,094	18,772,145
FUND BALANCES, ENDING	$ 24,678,721	$ 1,615,058	$ 19,249,523

The accompanying notes are an integral part of these financial statements.

Capital Improvement	Other Governmental	Total Governmental Funds
$ -	$ 159,187	$ 37,047,887
-	-	1,721,763
-	75,304	1,548,228
-	45,951	1,107,243
-	79,853	1,516,790
-	-	135,958
-	-	86,403
-	32,422	32,679
(59,929)	(10,635)	(132,667)
-	34,135	37,015
(59,929)	416,217	43,101,299
-	16,573	7,443,056
-	225,413	17,648,916
-	-	2,958,596
7,921	86,342	2,812,340
-	493,871	6,073,871
-	74,350	1,067,252
493,067	-	652,873
4,055,578	-	4,147,546
4,556,566	896,549	42,804,450
(4,616,495)	(480,332)	296,849
27,820,000	30,903	34,190,903
1,673,067	-	2,265,050
-	-	(6,939,428)
-	-	2,864,723
399,996	899,996	3,151,018
-	(114,250)	(2,571,022)
29,893,063	816,649	32,961,244
25,276,568	336,317	33,258,093
8,236,085	2,335,495	48,469,674
$ 33,512,653	$ 2,671,812	$ 81,727,767

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CITY OF HALTOM CITY, TEXAS

RECONCILIATION OF THE CHANGES IN GOVERNMENTAL FUND BALANCES
TO THE CHANGE IN NET POSITION OF GOVERNMENT ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2021

Net change in fund balances - total governmental funds:	$	33,258,093
Amounts reported for governmental activities in the Statement of Activities are		
Capital assets used in governmental activities are not reported in the funds.		
Capital outlay		6,246,377
Deletion of capital assets	(	4,054,498)
Depreciation on capital assets is reported in the statement of activities but does not require the use of current financial resources. Therefore, depreciation is not reported as expenditures in the governmental funds.	(	6,821,828)
Changes in revenues in the statement of activities that does not provide current financial resources.		25,306
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Bonds, tax notes and capital leases payable	(	23,552,175)
Premium on bond issuance		136,853
Accrued interest payable		10,075
Net pension obligation		2,051,622
Net OPEB liability - retiree health plan	(	1,226,461)
Total OPEB liability - SDBF OPEB	(	65,028)
Compensated absences	(	526,884)
Loss on bond refundings are recorded as expenditures in the fund financial statements but are capitalized and amortized in the government-wide financial statements.	(	27,506)
Change in net position of governmental activities	$	5,453,946

The accompanying notes are an integral part of these financial statements.

CITY OF HALTOM CITY, TEXAS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Taxes:				
Property taxes	$ 10,263,788	$ 10,263,788	$ 10,931,132	$ 667,344
City sales taxes	10,135,136	10,135,136	12,000,929	1,865,793
Mixed beverage tax	21,000	21,000	22,396	1,396
Franchise taxes	3,648,000	3,648,000	3,540,543	(107,457)
	24,067,924	24,067,924	26,495,000	2,427,076
Licenses and permits:				
Electric	44,650	44,650	61,456	16,806
Plumbing A/C	76,200	76,200	109,349	33,149
Building/mobile home	1,198,364	1,198,364	1,262,984	64,620
Street/general contractor	64,200	64,200	70,695	6,495
Certificates of occupancy	15,000	15,000	20,250	5,250
Oil and gas	150,000	150,000	146,000	(4,000)
Garage sales permits	12,500	12,500	7,237	(5,263)
Special events permits	5,500	5,500	12,397	6,897
Alarm permits	30,000	30,000	31,395	1,395
	1,596,414	1,596,414	1,721,763	125,349
Intergovernmental:				
State surtax on fines	35,000	35,000	42,795	7,795
Grants from other governments	253,990	253,990	1,430,129	1,176,139
	288,990	288,990	1,472,924	1,183,934
Fines and fees:				
Municipal court	775,720	775,720	930,360	154,640
Library	5,000	5,000	2,028	(2,972)
Warrants	100,000	100,000	100,054	54
Public hearing	20,000	20,000	18,500	(1,500)
False alarms	16,000	16,000	10,350	(5,650)
	916,720	916,720	1,061,292	144,572
Charges for services:				
Record duplication	6,500	6,500	2,109	(4,391)
Leased property	180,000	180,000	186,447	6,447
Grass cutting	20,000	20,000	31,388	11,388
Recreational activities/concessions	100,000	100,000	68,868	(31,132)
Kennel fees/vaccination	10,400	10,400	6,877	(3,523)
Admin/building/fleet services fees	1,322,146	1,322,146	1,139,604	(182,542)
Developer test/fire inspection	16,000	16,000	1,375	(14,625)
Nuisance abatement fees	3,000	3,000	269	(2,731)
	1,658,046	1,658,046	1,436,937	(221,109)
Oil and gas lease	125,000	125,000	86,403	(38,597)
Contributions	75	257	257	-
Interest and investment gains	191,000	191,000	(12,944)	(203,944)
Miscellaneous	98,504	98,504	2,880	(95,624)
Total revenues	$ 28,942,673	$ 28,942,855	$ 32,264,512	$ 3,321,657

The accompanying notes are an integral part of these financial statements.

	Original Budget	Final Budget	Actual	Variance with Final Budget
EXPENDITURES:				
General government:				
Administrative	$ 546,301	$ 546,301	$ 662,525	$(116,224)
City secretary	244,385	244,385	248,380	(3,995)
Human resources	578,461	578,461	487,956	90,505
Planning	1,080,616	1,080,616	998,341	82,275
City council	24,280	24,280	19,919	4,361
Finance	560,349	559,849	524,482	35,367
Fleet services	763,211	763,211	762,638	573
Building maintenance	600,380	600,380	456,517	143,863
Nondepartmental	1,766,734	1,766,734	3,260,907	(1,494,173)
Total general government	6,164,717	6,164,217	7,421,665	(1,257,448)
Public safety:				
Police	9,977,946	9,977,946	9,592,154	385,792
Fire	7,428,729	7,428,729	7,325,415	103,314
Animal Control	-	-	5,691	(5,691)
Municipal court	562,207	562,207	500,243	61,964
Total public safety	17,968,882	17,968,882	17,423,503	545,379
Streets	1,292,599	1,292,599	1,068,598	224,001
Culture and Recreation:				
Library	1,182,552	1,182,552	963,696	218,856
Parks and recreation	2,073,923	2,073,923	1,754,381	319,542
Total culture and recreation	3,256,475	3,256,475	2,718,077	538,398
Total expenditures	28,682,673	28,682,173	28,631,843	50,330
Revenues under expenditures	260,000	260,682	3,632,669	3,371,987
OTHER FINANCING SOURCES (USES):				
Transfers in	1,546,000	1,546,000	1,544,246	1,754
Transfers out	(1,806,000)	(1,556,775)	(1,556,772)	3
Sale of capital assets	10,000	10,000	2,864,723	2,854,723
Total other financial sources (uses)	(250,000)	(775)	2,852,197	2,852,972
Net change in fund balance	10,000	259,907	6,484,866	6,224,959
Fund balance - beginning of year	18,193,855	18,193,855	18,193,855	-
Fund balance - end of year	$ 18,203,855	$ 18,453,762	$ 24,678,721	$ 6,224,959

CITY OF HALTOM CITY, TEXAS

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

SEPTEMBER 30, 2021

	Water and Sewer Fund	Drainage Fund	Total
ASSETS			
Current assets:			
Cash and investments	$ 32,792,430	$ 3,091,771	$ 35,884,201
Receivables:			
Accounts receivable, net	2,743,109	204,729	2,947,838
Accrued interest	17,346	1,636	18,982
Inventory	225,135	-	225,135
Total current assets	35,778,020	3,298,136	39,076,156
Noncurrent assets:			
Land	522,999	5,602,274	6,125,273
Buildings and improvements	39,569,072	5,562,523	45,131,595
Water and sewer system	33,847,529	6,082,064	39,929,593
Machinery and equipment	4,226,905	911,350	5,138,255
Construction-in-progress	652,718	1,203,825	1,856,543
Accumulated depreciation	(36,920,322)	(4,317,796)	(41,238,118)
Total noncurrent assets	41,898,901	15,044,240	56,943,141
Total assets	77,676,921	18,342,376	96,019,297
DEFERRED OUTFLOWS OF RESOURCES			
Deferred loss on bond refunding	3,486	-	3,486
Deferred outflow related to pensions	302,443	38,136	340,579
Deferred outflow related to retiree health plan	52,948	6,676	59,624
Deferred outflow related to SDBF OPEB	33,251	4,193	37,444
Total deferred outflows of resources	392,128	49,005	441,133

The accompanying notes are an integral part of these financial statements.

	Water and Sewer Fund	Drainage Fund	Total
LIABILITIES			
Current liabilities:			
Accounts payable	$ 1,311,952	$ 41,536	$ 1,353,488
Accrued liabilities	297,544	144,202	441,746
Accrued interest payable	57,583	4,981	62,564
Customer deposits	1,253,162	-	1,253,162
Due within one year			
Compensated absences	73,446	6,453	79,899
Total OPEB liability - SDBF	1,948	246	2,194
Revenue bonds payable	1,380,000	250,000	1,630,000
Total current liabilities	4,375,635	447,418	4,823,053
Noncurrent liabilities:			
Compensated absences	300,821	18,775	319,596
Net pension liability	1,776,961	224,065	2,001,026
Net OPEB liability - retiree health plan	460,916	58,119	519,035
Total OPEB liability - SDBF	133,561	16,841	150,402
Revenue bonds payable	10,830,379	845,000	11,675,379
Total noncurrent liabilities	13,502,638	1,162,800	14,665,438
Total liabilities	17,878,273	1,610,218	19,488,491
DEFERRED INFLOWS OF RESOURCES			
Deferred inflow related to pensions	481,430	60,706	542,136
Deferred inflow related to retiree health plan OPEB	157,503	19,860	177,363
Deferred inflow related to SDBF OPEB	14,106	1,779	15,885
Total deferred inflows of resources	653,039	82,345	735,384
NET POSITION			
Net investment in capital assets	29,692,008	13,949,240	43,641,248
Unrestricted	29,845,729	2,749,578	32,595,307
Total net position	$ 59,537,737	$ 16,698,818	$ 76,236,555

CITY OF HALTOM CITY, TEXAS

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Water and Sewer Fund	Drainage Fund	Total
OPERATING REVENUES			
Water and sewer sales	$ 22,270,797	$ -	$ 22,270,797
Drainage fee revenue	-	1,775,229	1,775,229
Service fees	1,585,171	45,202	1,630,373
Administrative fees	31,278	-	31,278
Other	40,538	-	40,538
Total operating revenues	23,927,784	1,820,431	25,748,215
OPERATING EXPENSES			
General and administrative	3,612,878	282,341	3,895,219
Construction	2,040,839	10,566	2,051,405
Water and sewer maintenance	1,403,709	-	1,403,709
Collection and distribution	7,239,756	-	7,239,756
Drainage maintenance	-	608,553	608,553
Depreciation	2,254,096	451,023	2,705,119
Franchise fees	1,100,004	132,000	1,232,004
Total operating expenses	17,651,282	1,484,483	19,135,765
Operating income	6,276,502	335,948	6,612,450
NON-OPERATING REVENUES (EXPENSES)			
Interest and investment gains (losses)	(64,005)	(10,108)	(74,113)
Interest expense and bond issuance costs	(268,244)	(31,474)	(299,718)
Total non-operating expenses	(332,249)	(41,582)	(373,831)
Income before transfers and capital contributions	5,944,253	294,366	6,238,619
TRANSFERS IN (OUT) AND CONTRIBUTIONS			
Capital contributions	1,027,514	-	1,027,514
Transfers out	(459,996)	(120,000)	(579,996)
CHANGE IN NET POSITION	6,511,771	174,366	6,686,137
NET POSITION, BEGINNING	53,025,966	16,524,452	69,550,418
NET POSITION, ENDING	$ 59,537,737	$ 16,698,818	$ 76,236,555

The accompanying notes are an integral part of these financial statements.

CITY OF HALTOM CITY, TEXAS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Water and Sewer Fund	Drainage Fund	Total
Cash flows from operating activities			
Receipts from customers and users	$ 24,453,121	$ 1,848,884	$ 26,302,005
Payments to suppliers	(12,693,427)	(668,749)	(13,362,176)
Payments to employees	(2,438,534)	(355,516)	(2,794,050)
Net cash provided by operating activities	9,321,160	824,619	10,145,779
Cash flows from noncapital financing activities			
Transfer to governmental funds	(459,996)	(120,000)	(579,996)
Net cash provided (used) by noncapital financing activities	(459,996)	(120,000)	(579,996)
Cash flow from capital and related financing activities			
Debt principal payments	(571,046)	(245,000)	(816,046)
Interest payments	(302,658)	(32,532)	(335,190)
Purchases of property and equipment	(1,038,724)	(1,216)	(1,039,940)
Net cash used by capital and related financing activities	(1,912,428)	(278,748)	(2,191,176)
Cash flows from investing activities			
Interest on investments	29,836	2,636	32,472
Net cash provided (used) by investing activities	29,836	2,636	32,472
Net increase (decrease) in cash and cash equivalents	6,978,572	428,507	7,407,079
Cash and investments - beginning of year	25,813,858	2,663,264	28,477,122
Cash and investment - end of year	32,792,430	3,091,771	35,884,201
Reconciliation of operating income to net cash provided by operating activities:			
Operating income	6,276,502	335,948	6,612,450
Adjustment to reconcile operating income to net cash provided by operating activities:			
Depreciation	2,254,096	451,023	2,705,119
Change in assets and liabilities:			
(Increase) decrease in accounts receivable	477,935	28,453	506,388
Decrease in inventory and prepaid	23,668	-	23,668
Increase in other postemployment assets	(38,235)	(4,571)	(42,806)
(Increase) decrease in deferred outflows of resources	7,578	2,500	10,078
Increase (decrease) in accounts payable and accrued expenses	140,519	8,334	148,853
Increase (decrease) in compensated absences	43,323	7,503	50,826
Increase (decrease) in deferred inflows of resources	68,972	18,630	87,602
Increase (decrease) in customer deposits	47,402	-	47,402
Increase in pension obligation	(202,828)	(47,913)	(250,741)
Increase in other postemployment obligation	222,228	24,712	246,940
Net cash provided by operating activities	9,321,160	824,619	10,145,779
Schedule of non-cash capital and financing activities:			
Decrease in fair value of investments	(45,160)	(4,258)	(49,418)
Capital contributions	1,027,514	-	1,027,514

The accompanying notes are an integral part of these financial statements.

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I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City adopted a Home Rule Charter on October 10, 1955 and operates under a Council/Manager form of government. The City Council consists of eight members: a mayor, and seven council members elected by the City's residents. All powers of the City are vested in an elected council that enacts local legislation, adopts budgets, determines policies, and appoints the City Manager. The City Manager is responsible for executing the laws and administering the government of the City.

The financial statements of the City of Haltom City, Texas (the "City") are presented in accordance with accounting principles generally accepted in the United States of America applicable to state and local governmental units as set forth by the Governmental Accounting Standards Board (GASB). The following is a summary of the more significant accounting policies.

Financial Reporting Entity

The City's basis financial statements include the separate governmental entities that are controlled by or are dependent on the City. The determination to include separate governmental entities is based on the criteria of GASB Statement No. 61 and defines the reporting entity as the primary government and those component units for which the primary government is financially accountable. To be financially accountable, a voting majority of the component unit's board must be appointed by the primary government, and either (a) the primary government must be able to impose its will, or (b) the primary government may potentially benefit financially or be financially responsible for the component unit.

Blended component units are part of the City's operations and therefore data from these units are combined with data of the primary government. Discretely presented component units are reported in a separate column in the financial statements to emphasize it is legally separate from the City.

Based on these criteria, the financial information of the following entities is discretely presented as single columns in the government-wide financial statements. Separate financial statements for the Economic Development Corporation and the Crime Control District are not prepared.

Haltom City Economic Development Corporation (the "Corporation") was incorporated on September 11, 1995 under the Development Corporation Act of 1979. The Corporation is used to account for the accumulation and use a half-cent sales tax proceeds and is legally separate from the City. The Corporation operates under a seven-member Board of Directors appointed by the City Council. The majority of the Board consists of non-council members. The Corporation was created to stimulate economic development activities within the City. The City is able to impose its will on the Corporation. The Corporation does not provide services entirely, or almost entirely, to the primary government or exclusively benefits the primary government. Separate financial statements are not available for this component unit.

Haltom City Crime Control and Prevention District (the "District") was officially created on November 13, 1995 with the provision of Chapter 323, as amended, Texas Tax Code and the Act. The District is used to account for the accumulation and use of half-cent sales tax proceeds designed for crime reduction and is legally separate from the City. The District operates under a seven-member Board of Directors appointed by the City Council. The Board consists of non-council members. The City is able to impose its will on the District. The District does not provide services entirely, or almost entirely, to the primary government or exclusively benefit the primary government. Separate financial statements are not available for this component unit.

Resource flows (except those that affect the statement of net position only, such as loans and repayments) between the primary government and the discretely presented component units are reported as external transactions – that is, as revenues and expenses.

Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the non-fiduciary activities of the primary government. Governmental activities which normally are supported by taxes and intergovernmental revenues are reported separately from business-type activities, which primarily rely on fees and charges for support. Fiduciary activities are not reported in the government-wide financial statements.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Therefore, governmental fund financial statements include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statement for governmental funds. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the Elimination of these shares would distort the direct costs and program revenues reported for the various functions concerned.

The government-wide statement of activities presents a comparison between expenses, both direct and indirect, and program revenues for each segment of the business-type activities of the City and for each governmental program. Direct expenses are those that specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipients of the goods or services offered by the programs and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as program revenues are represented as general revenues.

Fund Financial Statements

Fund financial statements report detailed information about the City. The focus of governmental and enterprise fund financial statements is on major fund rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

All governmental funds are accounted for using modified accrual basis of accounting and the current financial resources measurement focus. Under this basis, revenues are recognized in the accounting period in which they become measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenue such as property taxes, sale tax, franchise tax, and charges for service to be available if they are collected within 60 days of the end of the current fiscal period. Permits and municipal court fines and fees are not susceptible to accrual because generally they are not measurable until received in cash. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable.

The following is a brief description of the major funds used by the City:

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses, and balance of financial resources. The City reported the following major governmental funds:

The ***General Fund*** is the primary operating fund of the City. It is used to account for all financial resources except those required to be account for in another fund.

The ***Debt Service Fund*** is used to account for the accumulation of resources for the payment of general long-term debt principal, interest, and related costs from taxes levied by the City.

The ***Street Reconstruction Fund*** is a capital project fund used to account for projects financed with resources from governmental funds and tax-supported debt. Proceeds are used for construction, renovation, and major improvement to various City facilities, and other large non-recurring projects.

The ***Capital Improvement Fund*** is a capital project fund used to account for projects financed with resources from governmental funds and tax-supported debt. Proceeds are used for construction, renovation, and major improvement to various City facilities, and other large non-recurring projects.

Proprietary Funds

Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The City has presented the following proprietary funds.

The ***Water and Sewer Fund*** is used to account for the City's water and sewer operations that are financed and operated in a manner similar to private business enterprise – where the intent is that costs (expenses including depreciation) of providing services are financed or recovered through user charges.

The ***Drainage Fund*** is used to account for the City's storm water management program.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's proprietary funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenue and expenses not meeting this definition are reported as non-operating revenues and expenses.

There were no non-major proprietary funds for the fiscal year ended September 30, 2021.

Cash, Cash Equivalents, and Investments

The City pools idle cash from all funds for the purpose of increasing income through investment activities. Interest income relating to consolidated investments is allocated to the individual funds monthly based on the funds' prorated share of the investment principal, which was allocated to the funds based on the funds' prorated cash balance at the date the investment was purchased.

For purposes of reporting cash flows, Enterprise Funds consider cash and all highly liquid investments with maturity of three months or less to be cash equivalents.

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. Investments for the City are reported at fair value, except for the position in investment pools.

Excess cash may be invested in certificates of deposit, United States treasury bills, notes, and bonds, government agencies, repurchase agreements, Texas local government investment pools, and local government general obligation or revenue bonds. Maturities on all investments are consistent with the City's cash flow requirements.

Inventories and Prepaid Items

Inventories consist of expendable supplies and automotive parts held for consumption. Inventories are valued at cost, which approximates market, using the first-in/first-out method. Inventories are recognized as expenditures as they are consumed.

Payments made to vendors for services that will benefit periods subsequent to September 30, 2021 are recorded as prepaid items.

Interfund Receivables/Payables and Transactions

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from funds" (i.e., the non-current portion of interfund loans). All other outstanding balances are reported as either "due to/from other funds" or "advances to/from other funds."

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financials statements and in the fund financial statements for proprietary funds. Capital assets are defined by the government as assets with an initial individual cost of more than $5,000 and an estimated useful life in excess of two years. All purchased capital assets are valued at historical records are available and at an estimated historical cost where not historical records exist. Donated capital assets are recorded at acquisition value, which is the price to acquire an asset with equivalent service potential at the acquisition date. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Intangible assets with definite lives are recorded at cost and amortized over the useful lives. Intangible assets with indefinite lives are recorded at cost and no amortization is taken. Intangible assets of the City consist of right of ways and easements.

Depreciation is recorded for each major class of depreciable property utilizing the straight-line method over the following estimated useful lives of the assets:

Buildings	50 years
Waterworks and sewer system	10-50 years
Improvements other than building	10-30 years
Machinery and equipment	3-10 years

Capitalization of Interest

The City capitalizes interest costs for business-type activities only from the date of the borrowing until projects acquired with those funds are ready for their intended use. The total interest incurred for the year ended September 30, 2021, in the enterprise funds was $410,886. Of these amounts, $12,425, in interest costs were capitalized as capital assets as part of the cost of constructing various projects.

Accrued Vacation/Compensated Absences

Accrual of Vacation Leave: The following table outlines the accrual rates, maximum accrual rates and maximum payout rates for various years of service. Appointed employees are not restricted by the maximum hour accumulation of vacation provision, but the maximum hours paid at termination after the effective date of this policy will be governed as set forth below.

Non-sworn Employee Months of Service	Monthly Accrual of Hours	Annual Equivalent Hours	Maximum Hour Accumulation	Maximum Hours Paid at Termination
Initial employment through completion of year four	6.67	80	160	120
Year five through completion of year nine	10	120	240	180
Beginning of year ten	13.33	160	320	240

Sworn Civil Service Working Regular Shifts Months of Service	Monthly Accrual of Hours	Annual Equivalent Hours	Maximum Hour Accumulation	Maximum Hours Paid at Termination
Initial employment through completion of year nine	10	120	240	180
Beginning of year ten	13.33	160	320	240

Sworn Civil Service Working 24-Hour Shifts Months of Service	Monthly Accrual of Hours	Annual Equivalent Hours	Maximum Hour Accumulation	Maximum Hours Paid at Termination
Initial employment through completion of year nine	14	168	336	252
Beginning of year ten	20	240	480	360

Termination: Upon termination, an employee who has completed the probationary period will be paid his/her unused accrued vacation leave up to 1.5 times the annual accrual. Appointed employees with accruals above 1.5 times the annual accrual as of April 1, 2011, will have the excess hours (those hours above 1.5 the employee's annual accrual) transferred to a separate account (for accounting purposes). The excess hours transferred will not be allowed to increase at any time. The excess hours transferred may be used by an employee if all other accrued vacation leave is exhausted. Upon termination, appointed employees will be paid in accordance with the non-sworn employees chart, above, based upon length of service. Upon termination, the appointed employee will also be paid for any remaining excess vacation hours that were transferred to the separate account for accounting purposes.

Maximum Accumulation: Vacation leave hours will not accrue beyond the maximum limits outlined in this policy. Once at the maximum, an employee will not accrue vacation leave until the leave balance is reduced below the maximum accrual. After the employee's leave balance is below the maximum, the employee will resume accruals, but there will be no retroactive accruals.

Sick Leave Accumulation: A regular full-time employee accrues eight (8) hours of sick leave each month for an annual accrual of 96 hours. An employee who enters employment before the 16th or terminates employment after the 15th of any month shall accrue eight (8) hours of sick leave for that month.

Annual Sick Leave Payout: In November of each year, an eligible employee will be paid for all accrued sick leave in excess of 240 hours. In order to be eligible for the payout, an employee must be employed by the City on the day the payout is distributed. The payout will be made at the hourly rate in effect on the last day of the pay period prior to the checks being issued. Firefighters working 24-hour shifts will be paid the pay plan step rate associated with an employee working 2080 hours per year.

Vested compensated absences (unpaid to employees terminated before year-end) that are expected to be liquidated with expendable available financial resources are reported as an expenditure and a fund liability of the governmental fund that will pay it. Vested or accumulated benefits within proprietary funds, and for governmental activities at the government-wide level, are recorded as an expense and liability of those funds as the benefits accrue to employees.

Pensions

For purposes of measuring the net pension liability, pension related deferred outflows and inflows of resources, and pension expense, City specific information about its Fiduciary Net Position in the Texas Municipal Retirement System (TMRS) and additions to/deductions from TMRS's Fiduciary Net Position have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Post-Employment Benefits

TMRS Supplemental Death Benefits Fund. The City participates in the Texas Municipal Retirement System Supplemental Death Benefit Fund (TMRS SDBF), which is an optional single-employer defined benefit life insurance plan that is administered by TMRS. It provides death benefits to active and, if elected, retired employees of participating employers. Contribution rates are determined annually for each participating municipality as a percentage of that City's covered payroll. The death benefit for retirees is considered an other postemployment benefit (OPEB). The OPEB program is an unfunded trust because the SDBF trust covers both actives and retirees and is not segregated. The Total OPEB Liability of the plan has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the Total OPEB Liability, deferred inflows and outflows of resources, and OPEB expense. Benefit payments are recognized when due and payable in accordance with the benefit terms.

Retiree Health Care Plan. For purposes of measuring the total OPEB liability, OPEB related deferred outflows and inflows of resources, and OPEB expense, benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Contributions are not required but are measured as payments by the City for benefits due and payable that are not reimbursed by plan assets. Information regarding the City's total OPEB liability is obtained from a report prepared by a consulting actuary, Gabriel Roeder Smith & Company.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position and/or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has the following items that qualify for reporting in this category.

- Deferred charges on refunding – A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

- Pension and OPEB contributions after measurement date – These contributions are deferred and recognized in the following fiscal year.

- The difference in expected and actual pension and OPEB experience is deferred and recognized over the estimated average remaining lives of all members determined as of the measurement date.

- Changes in actuarial assumptions – These changes are deferred and recognized over the estimated average remaining lives of all members determined as of the measurement date.

In addition to liabilities, the statement of financial position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has the following items that qualify for reporting in this category.

- Unavailable revenues related to property taxes, court fines, and street assessments.

- The difference in expected and actual pension and OPEB experience is deferred and recognized over the estimated average remaining lives of all members determined as of the measurement date.

- Difference in projected and actual earnings on pension assets – This difference is deferred and amortized over a closed five-year period.

Fund Equity

The following fund balance classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable fund balance – amounts that are not in the spendable form (such as inventory) or are required to be maintained intact;

- Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provision, or by enabling legislation;

- Committed fund balances – amounts constrained to specific purposes by a government itself, using its highest level of decision – making authority (ordinance); to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;

- Assigned fund balance – this classification includes amounts that are constrained by the City's intent to be used for a specific purpose but are neither restricted nor committed. The City Charter gives the City Council the authority to constrain amounts to be used for a specific purpose or to delegate this responsibility to the City Manager.

- Unassigned fund balance – amounts that are available for any purpose; positive amounts are reported only in the general fund.

City Council establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentive). Assigned fund balance is established by City Council through adoption or amendment of the budget as intended for specific purpose (such as the purchase of capital assets, construction, debt services, or for other purposes).

The City maintains an unallocated fund balance to be used for unanticipated emergencies of at least 20% of the expenditure budgets of the major operation fund (General, Water & Sewer, and Drainage Utility Funds).

When fund balance resources are available for a specific purpose more than one classification, it is the City's policy to use the most restrictive funds first in the following order; restricted, committed, assigned, and unassigned as they are needed.

Net Position

Net position represents the difference between assets and liabilities. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvements of those assets, and adding back unspent proceeds. Net position is reported as restricted when there are limitation imposed on their use either through the enabling legislations adopted by the City of through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

Budgets for the General, Special Revenue except the TIF fund, Capital Projects, Debt Service, and Enterprise Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Annual appropriated budgets are adopted for all funds.

The City Manager submits to the City Council, not less than 45 days prior to the beginning of each fiscal year, a proposed budget for most City funds. At the meeting of the City Council at which the budget is submitted, the City Council establishes the time and place of the public hearing on the budget and publishes a notice of the budget hearing. Upon adoption, the budget is filed with the City Secretary for public inspection.

During the fiscal year, the City Manager authorized to transfers budgeted amount between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council. Unused appropriations lapse at year-end.

For the year ended September 30, 2021, expenditures exceeded appropriations in general government by $1,257,448. These overages were funded by greater than expected revenues or existing fund balance.

III. BANK DEPOSITS AND INVESTMENTS

Bank Deposits

The City's funds (exclusive of the Postemployment Benefits Trust) are required to be deposited and invested under the terms of a depository contract. The depository bank deposits for safekeeping and trust with its agent bank, approved pledged securities in an amount sufficient to protect City funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository banks' dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance. The City's deposits were fully insured or collateralized as required by States statutes as of September 30, 2021. The collateral is held in the City's name by the Federal Reserve Bank of Dallas, an agent of the City's financial institution.

Investments

The Public Funds Investment Act (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports, and establishment of appropriate policies. Among other things, it requires the City to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, and (9) bid solicitation preferences for certificates of deposit. Statutes and the City's investment policy authorized the City to invest in the following investments as summarized in the following table as of September 30, 2021:

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
U.S. Treasury obligations	3 years	100%	None
U.S. Agency obligations	3 years	75%	None
Certificates of deposit	3 years	50%	None
Repurchase agreements	3 years	50%	None
No-load money market mutual funds	3 years	50%	None
Public funds investment pool	N/A	70%	None

The Act also requires the City to have independent auditors perform test procedures related to investment practices as provided by the Act. The City is in substantial compliance with the requirements of the Act and with local policies.

Cash and investments as of September 30, 2021 are classified in the accompanying financial statement as follows:

Governmental activities	$ 86,601,701
Business-type activities	35,884,201
Total primary government	122,485,902
Economic development	3,975,597
Crime Control District	2,656,682
Total component units	6,632,279
Total	$ 129,118,181

Cash and investments as of September 30, 2021 consist of the following:

Cash deposits	$ 6,754,781
Investments	122,363,400
Total	$ 129,118,181

Disclosures relating to interest rate risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to change in market interest rates. One of the ways that the City managers its exposure to interest rate risk is by investing mainly in investment pools which purchase a combination of shorter term investments with an average maturity of less than 30 days thus reducing the interest rate risk. The City monitors the interest rate risk inherent in its portfolio by measuring the weighted average maturity of its portfolio. City policy limits the weighted average maturity of its portfolio to a period less than 720 days. Presented below is the weighted average maturity in days of the types of investment the City held at September 30, 2021.

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assigned of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the Public Funds Investment Act, the City's investment policy, or debt agreements, and the actual rating as of year-end for each investment type.

As of September 30, 2021, the City had the following investments:

Investment Type	Amount	Weighted Average Maturity (Days)	Minimum Legal Rating	Rating
TexPool	$ 129,699	38	AAA	AAAm
Texas CLASS	100,843,937	84	AAA	AAAm
Texas Term	450,942	57	AAA	AAAm
Certificate of deposits	12,628,988	234	N/A	N/A
FFCB	3,001,330	537	AA	AA+
Municipal bonds	5,308,504	210	AA	AA-/AA3 or higher
Total	$ 122,363,400			
Portfolio weighted average maturity		116		

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The City has the following recurring fair value measurements as of September 30, 2021:

- $10,863,028 valued using a documented trade history in exact security (Level 1 inputs).
- $5,030,566 are valued using an option-adjusted discounted cash flow model (Level 2 inputs).
- $5,044,227 are valued using a present value of expected future cash flow model (Level 2 inputs).

Concentration of Credit Risk

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer. As of September 30, 2021, other than external investment pools and securities guaranteed by the U.S. Government, the City did not have 5% or more of its investment with one issuer. The City's investment policy allows up to 100% to be invested in U.S. Treasury Bills/Notes/Bonds, and U.S. Agencies and Instrumentalities.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the vent of the failure of a depository financial institution, a government will not be able to receive its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counter party to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

The Public Funds Investment Act and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The Public Funds Investment Act requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least the bank balance less the FDIC insurance at all times.

As of September 30, 2021, the City deposits with financial institutions in excess of federal depository insurance limits are fully collateralized.

Investment in State Investment Pools

The City is a voluntary participant in various investment pools. These pools included the following: TexPool, Texas Term, and Texas CLASS.

The State Comptroller of Public Accounts exercises responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. TexPool uses amortized cost rather than fair value to report net position to compute share prices. Accordingly, the fair value of the position in TexPool is the same as the value of TexPool shares. TexPool has a redemption period of one day and may redeem daily. The investment pool's authority may only impose restrictions on redemptions in the event of a general suspension of trading on major securities markets general banking moratorium or national state of emergency that affects the pool's liquidity.

Texas Term is organized in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. A seven-member advisory board governs the Pool. As required by the Public Funds Investment Act, the Advisory Board is composed of participants in the Pool and other persons who do not have a business relationship with the Pool. Under agreement with the Texas Term Advisory Board, PFM Asset Management LLC provides administrative and investment services to the pool. The Pool purchases only investments of the type in which Texas local governments are permitted to invest their own funds. The fair value of the position in Texas Term is the same as the value of Texas Term shares. Texas Term has a redemption period of one day and may redeem daily. The investment pool's authority may only impose restrictions on redemptions in the event of a general suspension of trading on major securities markets general banking moratorium or national state of emergency that affects the pool's liquidity.

The Texas CLASS investment pool was organized in March 1996 in accordance with the Texas Public Funds Investment Act and Texas Government Code. MBIA Municipal Investors Service Corp. serves as investment adviser and administrator to the Pool. All investments are made in securities that are allowed by the Texas Public Funds Investment Act and are overseen by a Texas CLASS participant board of directors. The board is made up of seven trustees and seven advisory positions, which meet twice a year with one participant meeting, held annually. The board has the power to administer the affairs of the Pool and to enter into controls and agreements on behalf of the Pool. Texas CLASS also has a fair value position that is the same as the value of its shares. Texas CLASS has a redemption period of one day and may redeem daily. The investment pool's authority may only impose restrictions on redemptions in the event of a general suspension of trading on major securities markets general banking moratorium or national state of emergency that affects the pool's liquidity.

IV. RECEIVABLES

Accounts receivable and the related allowance for doubtful accounts for the governmental funds and the enterprise funds at September 30, 2021 are as follows:

Fund	Accounts Receivable	Allowance for Doubtful Accounts	Accounts Receivable, Net
Governmental	$ 8,102,941	$(3,160,887)	$ 4,942,054
Enterprise	3,133,976	(167,156)	2,966,820
Total	$ 11,236,917	$(3,328,043)	$ 7,908,874

V. PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of January 1 and are levied for appropriation for the fiscal year beginning on October 1. Property taxes are accrued based on the period for which they are levied and available. Available means collected within the current period or expected to be collected soon enough thereafter to be used to pay current liabilities. Taxes not expected to be collected within sixty days of the fiscal year-end are recorded as deferred revenues and are recognized when they become available. Taxes collected prior to the levy date to which they apply are recorded as deferred revenues and recognized as revenue in the period to which they apply. Current taxes are due on October 1 and become delinquent if unpaid on February 1. Taxes unpaid as of February 1 are subject to penalty and interest as provided by City ordinance and the Texas Property Tax Code. The City's charter provide that general property taxes are limited to $1.50 per $100 of assessed valuation for general governmental services including the payment of principal and interest on general obligation bonds. Article XI, Section 5 of the State of Texas Constitution limits property taxes for cities, including those applicable to debt service, to $2.50 per $100 of assessed valuation. The City's 2021 tax rate was $0.66576 per $100 of assessed valuation.

VI. CAPITAL ASSETS

The following is a summary of changes in the governmental activities' capital assets during the fiscal year ended September 30, 2021:

	9/30/2020	Additions	Deletions	9/30/2021
Capital assets, not being depreciated:				
Land	$ 17,660,258	$ 1,170,799	$(3,027,109)	$ 15,803,948
Construction in progress	8,252,528	6,102,227	-	14,354,755
Total capital assets not being depreciated	25,912,786	7,273,026	(3,027,109)	30,158,703
Capital assets, being depreciated:				
Buildings	19,092,974	7,921	-	19,100,895
Improvements other than building	89,967,726	45,891	-	90,013,617
Machinery and equipment	15,999,660	128,917	(551,924)	15,576,653
Total capital assets being depreciated	125,060,360	182,729	(551,924)	124,691,165
Less accumulated deprecation for:				
Buildings	(10,086,132)	(717,346)	-	(10,803,478)
Improvements other than building	(46,987,632)	(2,924,286)	-	(49,911,918)
Machinery and equipment	(9,696,765)	(3,052,095)	551,924	(12,196,936)
Total accumulated deprecation	(66,770,529)	(6,693,727)	551,924	(72,912,332)
Total capital assets being depreciated, net	58,289,831	(6,510,998)	-	51,778,833
Governmental capital assets, net	$ 84,202,617	$ 762,028	$(3,027,109)	$ 81,937,536

Depreciation was charged to functions as follows:

Governmental activities:	
General government	$ 613,931
Public safety	1,079,705
Highway and streets	3,690,785
Culture and recreation	1,309,306
Total	$ 6,693,727

The following is a summary of the changes is business-type activities capital assets during the fiscal year ended September 30, 2021:

	9/30/2020	Additions	Transfers/ Deletions	9/30/2021
Capital assets, not being depreciated:				
Land	$ 6,125,273	$ -	$ -	$ 6,125,273
Construction in progress	1,851,485	5,058	-	1,856,543
Total capital assets not being depreciated	7,976,758	5,058	-	7,981,816
Capital assets, being depreciated:				
Building and improvements	45,131,595	-	-	45,131,595
Machinery and equipment	5,142,586	14,655	(18,986)	5,138,255
Water works and sewer system	39,929,593	-	-	39,929,593
Total capital assets being depreciated	90,203,774	14,655	(18,986)	90,199,443
Less accumulated depreciation for:				
Buildings and improvements	(1,618,535)	(106,382)	-	(1,724,917)
Machinery and equipment	(4,012,756)	(961,816)	18,986	(4,955,586)
Water works and sewer system	(32,920,694)	(1,636,921)	-	(34,557,615)
Total accumulated depreciation	(38,551,985)	(2,705,119)	18,986	(41,238,118)
Total capital assets being depreciated, net	51,651,789	(2,690,464)	-	48,961,325
Total business-type capital assets, net	$ 59,628,547	$(2,685,406)	$ -	$ 56,943,141

VII. INTERFUND TRANSACTIONS

In 2021, the General Fund charged the Water and Sewer Proprietary Fund and the Drainage Utility Proprietary Fund a franchise fee equal to 8.5% of gross revenues based upon budgeted amounts. The franchise fee is recorded as tax revenue by the General Fund and an operating expense by both the Water and Sewer Fund and Drainage Utility Fund. The amount of the franchise fees charged in 2021 are as follows:

Fund	Franchise Fees
Water and Sewer Proprietary Fund	$ 1,100,004
Drainage Utility Proprietary Fund	132,000
Total	$ 1,232,004

The General Fund charges various funds an administrative fee for certain general and administrative services. Administrative charges are recorded as service revenue by the General Fund and operating expenses by the paying funds. The 2021 administrative fees were as follows:

Fund	Administrative Charges
Water and Sewer Fund	$ 780,000
Drainage Utility Fund	200,004
Total	$ 980,004
Discretely Presented Component Units	
Crime Control Prevention District	$ 39,600
Total	$ 39,600

Interfund transfers during the year ended September 30, 2021 were as follows:

Transfer from:	Transfer to:	Amount
General Fund	Debt Service	$ 306,780
General Fund	Nonmajor Governmental Funds	849,996
General Fund	Capital Projects	399,996
Nonmajor Governmental Funds	Nonmajor Governmental Funds	50,000
Nonmajor Governmental Funds	General Fund	64,250
Streets Reconstruction	General Fund	900,000
Water and Sewer	General Fund	459,996
Drainage	General Fund	120,000
Total		$ 3,151,018

Transfers are primarily used to move funds from:

- The Water and Sewer and Drainage Utility Fund to the General Fund for a payment in lieu of taxes.
- The General Fund to the Capital Replacement Fund for future purchase of vehicles and equipment.

Interfund receivables, payables, and transfers are reported in the governmental activities and business-type activities fund financial statements. In the entity-wide statements, interfund receivables, payables, and transfers are eliminated within the governmental and business-type activities columns, as appropriate.

The composition of interfund balances as of September 30, 2021 consisted of $48,000 owed to the General Fund from the nonmajor governmental funds. The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

VIII. LONG-TERM LIABILITIES

Changes in Outstanding Debt

During the year ending September 30, 2021, the following changes in liabilities occurred:

	9/30/2020	Increases	Reductions	9/30/2021	Due Within One Year
Governmental Activities:					
Certificates of obligation	$ 10,125,000	$ -	$ 1,590,000	$ 8,535,000	$ 665,000
General obligation bonds	26,365,000	34,160,000	10,795,000	49,730,000	4,845,000
Premium on bond issuances	1,409,441	2,265,050	161,760	3,512,731	-
Capital leases	1,777,386	30,903	493,871	1,314,418	497,369
Compensated absence obligations	2,925,450	2,486,365	1,959,481	3,452,334	690,467
	$ 42,602,277	$ 38,942,318	$ 15,000,112	$ 66,544,483	$ 6,697,836
Business-Type Activities:					
General obligation refunding bonds	$ 5,040,000	$ -	$ 955,000	$ 4,085,000	$ 790,000
Certificates of obligation	9,715,000	-	815,000	8,900,000	840,000
Premium on bond issuances	393,939	-	73,560	320,379	-
Compensated absences	348,669	262,098	211,272	399,495	79,899
	$ 15,497,608	$ 262,098	$ 2,054,832	$ 13,704,874	$ 1,709,899
Crime Control District:					
Compensated absences	$ 81,380	$ 82,493	$ 61,945	$ 101,928	$ 20,386
Total crime control district	$ 81,380	$ 82,493	$ 61,945	$ 101,928	$ 20,386

The ordinances authorizing the issuance of the Combination Tax and Limited Pledge Revenue Certificates of Obligation, and the General Obligation Refunding Bonds require that the City's ad valorem tax revenues be enough to generate net revenues sufficient to provide for the payment of the debt service requirements of the bonds issued. The City is in compliance with all requirements of the ordinances for the year ended September 30, 2021.

The liability for compensated absences is fully liquidated by the fund in which the employee was employed upon retirement.

The City's direct borrowings (capital leases) related to governmental activities are secured with equipment as collateral. The City's revenue bonds are collateralized by the revenue of the combined utility system and the various special funds established by the bond ordinances. The ordinances provide that the revenue of the system is to be used, first, to pay operating and maintenance expenses of the system and, second, to establish and maintain the revenue bond funds.

Should the City default on its outstanding bonds, any registered owner of the bonds is entitled to seek a writ of mandamus from a court of proper jurisdiction requiring specific performance from the City.

Long-term debt of the City consists of refunding bonds, certificates of obligation, contractual obligations, tax notes, and obligations under compensated absence agreements. At September 30, 2021, total outstanding bonds and tax notes consisted of the following:

	Governmental Activities	Due Within One Year	Business-Type Activities	Due Within One Year
$2,000,000 Series 2006 General Obligation Bonds, dated September 25, 2006; due in annual installments of $50,000 to $140,000; through February 1, 2025; interest at 4.00%	$ 525,000	$ 125,000	$ -	$ -
$5,450,000 Series 2006 Certificates of Obligation, dated September 25, 2006; due in annual installments of $180,000 to $490,000; through February 1, 2026; interest at 4.00%	335,000	60,000	1,210,000	225,000
$6,500,000 Series 2007 Certificates of Obligation, dated October 18, 2007; due in annual installments of $250,000 to $635,000; through February 1, 2027; interest at 3.90%	1,625,000	245,000	330,000	50,000
$5,385,000 Series 2010 General Obligation Refunding Bonds, dated October 7, 2010; due in annual installments of $30,000 to $280,000; through February 1, 2022, interest at 2.00% to 4.00% issued at a premium of $96,607	185,000	185,000	-	-
$4,380,000, Series 2012 Combination Tax and Limited Pledge Revenue Certificates of Obligation, dated August 15,2012; due in annual installments of $150,000 to $340,000; through February 1, 2032; interest at 2.00% to 3.00%, issued at a premium of $113,275	45,000	45,000	1,835,000	145,000
$3,615,000 Series 2012 General Obligation Refunding Bonds, dated February 1, 2012; due in annual installments of $40,000 to $285,000; through February 1, 2028, interest at 2.00% to 3.00%, issued at a premium of $264,753	1,310,000	170,000	120,000	120,000

	Governmental Activities	Due Within One Year	Business-Type Activities	Due Within One Year
$2,995,000 Series 2013 General Obligation Bonds, dated April 11, 2013; due in annual installments of $100,000 to $220,000; through February 1, 2033, interest at 3.00% to 3.50%, issued at a premium of $79,715	$ 2,180,000	$ 115,000	$ -	$ -
$2,300,000 Series 2013 Combination Tax and Limited Pledge Revenue Certificates of Obligation, dated April 1, 2013; due in annual installments of $100,000 to $175,000; through February 1, 2033, interest at 3.00% to 3.50%, issued at a premium of $108,245	1,200,000	100,000	-	-
$4,955,000 Series 2013 General Obligation Refunding Bonds, dated December 19, 2013; due in annual installments of $420,000 to $495,000; through February 1, 2025, interest at 2.29%, issued at par value	1,875,000	485,000	-	-
$3,900,000 Series 2014 General Obligation Refunding Bonds, dated May 14, 2014; due in annual installments of $50,000 to $455,000; through February 1, 2029, interest at 2.16%, issued at par value	415,000	55,000	1,305,000	380,000
$1,575,000 Series 2014 General Obligation Bonds, dated September 25, 2014; due in annual installments of $105,000; through September 30, 2029, interest at 2.39%, issued at par value	840,000	105,000	-	-
$7,970,000 Series 2017 General Obligation and Refunding Bonds, dated January 9, 2017; due in annual installments of $530,000 to $965,000; through August 1, 2028; interest at 3.00% to 4.00%	3,795,000	545,000	630,000	80,000
$2,860,000 Series 2018 General Obligation due 2/1/2023	510,000	250,000	-	-
$6,720,000 Series 2018 Non BQ, Water Meter CO's due 2/1/2032	-	-	5,525,000	420,000
$7,460,000 Series 2019 General Obligation Bond, due 2/1/2034	3,935,000	230,000	-	-

	Governmental Activities	Due Within One Year	Business-Type Activities	Due Within One Year
$5,730,000 Series 2020 Combination Tax and Limited Pledge Revenue Certificates of Obligation, dated July 15, 2020; due in annual installments of $240,000 to $400,000; through September 30, 2040, interest at 2.0%, issued at a premium of $429,778	$ 5,330,000	$ 215,000	$ -	$ -
$2,230,000 Series 2020 General Obligation Refunding Bonds, dated December 15, 2019; due in annual installments of $200,000 to $240,000; through February 1, 2030; interest at 1.98%	-	-	2,030,000	210,000
$6,340,000 Series 2021 General Obligation Refunding Bonds, dated January 1, 2021; due in annual installments of $520,000 to $625,000; through February 1, 2032; interest at 1.00% to 4.00%.	6,340,000	555,000	-	-
$27,820,000 Series 2021 General Obligation Bonds, dated August 1, 2021; due in annual installments of $450,000 to $2,025,000; through February 1, 2046; interest at 2.00% to 5.00%	27,820,000	2,025,000	-	-
Premium on issuance of debt	3,512,731	-	320,379	-
Total bonds and notes outstanding	$ 61,777,731	$ 5,510,000	$ 13,305,379	$ 1,630,000

Repayment of Long-Term Obligations

Retirement of the notes, bonds, certificates of obligation, and contractual obligations used in governmental activities is provided from taxes allocated for debt service together with interest earned within the debt service fund. Revenue bonds are retired from net revenues of the enterprise fund and certain certificates of obligation and tax notes are retired through sales taxes. The retirement of compensated absences are provided by financial resources of the general and proprietary funds.

Annual debt service requirements to amortize all obligations outstanding, except employee benefits, as of September 30, 2021, follow:

Governmental Activities					
Due Fiscal Year Ending	General Obligation Refunding Bonds	General Obligation Bonds	Certificate of Obligation	Interest	Total
2022	$ 1,995,000	$ 2,850,000	$ 665,000	$ 1,630,284	$ 7,140,284
2023	1,830,000	1,300,000	645,000	1,460,692	5,235,692
2024	1,860,000	1,155,000	660,000	1,426,398	5,101,398
2025	1,890,000	1,180,000	680,000	1,226,602	4,976,602
2026	1,480,000	1,395,000	700,000	1,112,858	4,687,858
2027-2031	4,280,000	7,525,000	2,145,000	3,950,375	17,900,375
2032-2036	585,000	7,125,000	1,715,000	2,151,488	11,576,488
2037-2041	-	6,280,000	1,325,000	1,176,838	8,781,838
2042-2046	-	7,000,000	-	392,719	7,392,719
Total	$ 13,920,000	$ 35,810,000	$ 8,535,000	$ 14,528,254	$ 72,793,254

Business-Type Activities				
Due Fiscal Year Ending	General Obligation Refunding Bonds	Certificate of Obligation	Interest	Total
2022	$ 790,000	$ 840,000	$ 323,754	$ 1,953,754
2023	680,000	865,000	283,684	1,828,684
2024	670,000	900,000	244,880	1,814,880
2025	485,000	935,000	457,401	1,877,401
2026	315,000	965,000	163,573	1,443,573
2027-2031	1,145,000	3,620,000	402,307	5,167,307
2032	-	775,000	11,625	786,625
Total	$ 4,085,000	$ 8,900,000	$ 1,887,224	$ 14,872,224

Component Units

There are no debt service requirements for debt obligations for the Economic Development and Crime Control District funds.

Reserve Requirement

Water and Sewer System Revenues bond ordinances establish a Reserve Fund that must be maintained by the City. The total amount to be accumulated in the Reserve Fund is the average principal and interest on said bonds or equal parity bonds. The City issued surety bond insurance policies for the substitution of the reserve requirement as set forth in the bond ordinances. These bonds were paid off during 2014.

As of September 30, 2021, the City had no general obligation bonds which were authorized and unissued.

Advance refunding

In the current fiscal year, the City issued $6,340,000 in general obligation refunding bonds with an interest rate at 2.00%. The proceeds were used to refund $6,805,000 of outstanding Series 2011 General Obligation bonds which had interest rates ranging from 3.75% to 4.35%. The net proceeds of $6,880,951 (including bond issuance costs of $168,132) were deposited in an irrevocable trust with an escrow agent to provide funds for the future debt service payment on the refunded bonds. As a result, a portion of the Series 2010 Certificates of Obligation are considered defeased and the liability has been removed from the statement of net position. The reacquisition price exceeded the net carrying amount of the old debt by $75,951. The advance refunding reduced its total debt service payments by $1,203,736 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of $1,145,462.

Obligations Under Capital Leases

In the current year, the City entered into a lease agreement as the lessee for financing the acquisition of a vehicle. The vehicle has lease terms for 5 years with an interest rate of 2.33%. The future minimum lease obligations and the net present value of the minimum lease payments as of September 30, 2021 are as follows:

	Governmental Activities
Equipment	$ 2,467,261
Less: accumulated depreciation	(976,271)
Total	$ 1,490,990

Future minimum lease payments for capital leases obligations are as follows:

Fiscal Year Ending	Governmental Activities
2022	$ 574,966
2023	445,504
2024	244,878
2025	140,533
2026	4,311
Amount representing interest	(95,774)
Present value of future minimum capital lease payments	$ 1,314,418

IX. DEFINED BENEFIT PENSION PLAN

Plan Descriptions. The City participates as one of 895 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an agency created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Board of Trustees. Although the Governor, with the advice and consent of the Senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas.

TMRS's defined benefit pension plan is a tax-qualified plan under Section 401 (a) of the Internal Revenue Code. TMRS issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.tmrs.com.

All eligible employees of the city are required to participate in TMRS.

Benefits Provided. TMRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS.

At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the City-financed monetary credits, with interest, were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven payment options. Members may also choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS. Plan provisions for the City were as follows:

Employee deposit rate	7%
Matching ratio (City to employee)	2 to 1
Years required for vesting	5
Service retirement eligibility	20 years to any age, 5 years at age 60 and above
Updated service credit	100% Repeating transfers
Annuity increases (to retirees)	70% of CPI Repeating

Employees covered by benefit terms

At the December 31, 2020 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	236
Inactive employees entitled to but not yet receiving benefits	160
Active employees	266
Total	662

Contributions. The contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee gross earnings, and the City matching percentages are either 100%, 150%, or 200%, both as adopted by the governing body of the City. Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Employees for the City were required to contribute 7% of their annual gross earnings during the fiscal year, respectively. The contribution rates for the City were 19.23% and 19.24% in calendar years 2020 and 2019, respectively. The City's total contributions to TMRS for the year ended September 30, 2021, were $3,427,688.

Net Pension Liability. The City's Net Pension Liability (NPL) was measured as of December 31, 2020, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial assumptions:

The Total Pension Liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall payroll growth	3.50% to 11.50%, including inflation
Investment Rate of Return	6.75%, net of pension plan investment expense

Salary increases are based on a service-related table. Mortality rates for active members are based on the PUB(10) mortality tables with the Public Safety table used for males and the General Employee table used for females. Mortality rates for healthy retirees and beneficiaries are based on the Gender-distinct 2019 Municipal Retirees of Texas mortality tables. The rates for actives, healthy retirees and beneficiaries are projected on a fully generational basis by Scale UMP to account for future mortality improvements. For disabled annuitants, the same mortality tables for healthy retirees is used with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3.0% minimum mortality rate is applied, for males and females respectively, to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four-year period from December 31, 2014 to December 31, 2018. They were adopted in 2019 and first used in the December 31, 2019 actuarial valuation. The post-retirement mortality assumption for Annuity Purchase Rates (APRs) is based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income in order to satisfy the short-term and long-term funding needs of TMRS.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. In determining their best estimate of a recommended investment return assumption under the various alternative asset alloca- tion portfolios, GRS focused on the area between (1) arithmetic mean (aggressive) without an adjustment for time (conservative) and (2) the geometric mean (conservative) with an adjustment for time (aggressive).

The target allocation and best estimates of real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Global Equity	30.0%	5.30%
Core Fixed Income	10.0%	1.25%
Non-Core Fixed Income	20.0%	4.14%
Real Return	10.0%	3.85%
Real Estate	10.0%	4.00%
Absolute Return	10.0%	3.48%
Private Equity	10.0%	7.75%
Total	100.0%	

Discount Rate

The discount rate used to measure the Total Pension Liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in the statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at 12/31/2019	$ 128,966,252	$ 111,305,337	$ 17,660,915
Changes for the year:			
Service cost	3,076,962	-	3,076,962
Interest	8,620,742	-	8,620,742
Difference between expected and actual experience	(819,411)	-	(819,411)
Contributions - employer	-	3,353,325	(3,353,325)
Contributions - employee	-	1,232,193	(1,232,193)
Net investment income	-	8,450,415	(8,450,415)
Benefit payments, including refunds of employee contributions	(5,580,079)	(5,580,079)	-
Administrative expense	-	(54,670)	54,670
Other changes	-	(2,133)	2,133
Net changes	5,298,214	7,399,051	(2,100,837)
Balance at 12/31/2020	$ 134,264,466	$ 118,704,388	$ 15,560,078

The net pension liability for governmental activities is primarily liquidated by the General Fund.

The following presents the net pension liability of the City and the discretely presented component unit, calculated using the discount rate of 6.75%, as well as what the City's and discretely presented component unit's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease in Discount Rate (5.75%)	Discount Rate (6.75%)	1% Increase in Discount Rate (7.75%)
City's net pension liability	$ 34,217,442	$ 15,242,652	$(323,177)
Component unit's net pension liability	712,572	317,426	(6,730)
Total	$ 34,930,014	$ 15,560,078	$(329,907)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately issued TMRS financial report. That report may be obtained on the Internet at www.tmrs.com.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2021, the City recognized pension expense of $1,337,690 At September 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ -	$ 1,040,965
Changes in actuarial assumptions	153,845	-
Difference between projected and actual investment earnings	-	3,088,708
Contributions subsequent to the measurement date	2,440,489	-
Total	$ 2,594,334	$ 4,129,673

For the year ended September 30, 2021, the discretely presented component unit recognized pension expense of $27,857. At September 30, 2021, the discretely presented component unit reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ -	$ 21,678
Changes in actuarial assumptions	3,204	-
Difference between projected and actual investment earnings	-	64,322
Contributions subsequent to the measurement date	50,823	-
Total	$ 54,027	$ 86,000

For the City and component unit, $2,440,489 and $50,823, respectively, are reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending September 30, 2022. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expenses as follows:

Year Ended September 30,	City	Component Unit
2022	$(1,585,842)	$(33,025)
2023	(179,122)	(3,730)
2024	(2,027,225)	(42,217)
2025	(183,639)	(3,824)

X. DEFINED OTHER POST-EMPLOYMENT BENEFIT PLANS

TMRS Supplemental Death Benefits Fund

Plan Description. The City also participates in the cost sharing multiple-employer defined benefit group-term life insurance plan operated by the Texas Municipal Retirement System (TMRS) known as the Supplemental Death Benefits Fund (SDBF). The City elected, by ordinance, to provide group-term life insurance coverage to both current and retired employees. The City may terminate coverage under and discontinue participation in the SDBF by adopting an ordinance before November 1 of any year to be effective the following January 1.

Benefits Provided. Payments from this fund are similar to group-term life insurance benefits and are paid to the designated beneficiaries upon the receipt of an approved application for payment. The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings for the 12-month period preceding the month of death). The death benefit for retirees is considered an other post-employment benefit and is a fixed amount of $7,500.

At the December 31, 2020 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	150
Inactive employees entitled to but not yet receiving benefits	26
Active employees	266
Total	442

Contributions. The City contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation, which was 0.22% for 2021 and 0.19% for 2020, of which 0.13% and 0.05%, respectively, represented the retiree-only portion for each year, as a percentage of annual covered payroll. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year; the intent is not to prefund retiree term life insurance during employees' entire careers. The City's retiree-only portion of contributions to the SDBF for the years ended September 30, 2021 and 2020 were $19,515 and $8,878, respectively, representing contributions for both active and retiree coverage, which equaled the required contributions each year.

Total OPEB Liability. The City's total OPEB liability was measured as of December 31, 2020 and was determined by an actuarial valuation as of that date.

The Total OPEB Liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions:

Measurement year ended December 31,	2020
Inflation rate	2.50% per annum
Actuarial cost method	Entry Age Normal Method
Discount rate	2.00%
Projected salary increases	3.50% to 11.50% including inflation

Administrative expenses for the SDBF are paid through the TMRS pension trust fund and are wholly accounted for under provisions of GASB Statement No. 68.

Salary increases were based on a service-related table.

Mortality rates for active members, retirees, and beneficiaries were based on the gender-distinct RP2000 Combined Healthy Mortality Tables with Blue Collar Adjustment, with male rates multiplied by 107.5% and female rates multiplied by 107.5%. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements. For disabled annuitants, the gender-distinct RP2000 Combined Healthy Mortality Tables with Blue Collar Adjustment are used with male rates multiplied by 107.5% and female rates multiplied by 107.5% with a 3-year set-forward for both males and females. In addition, a 3.5% and 3% minimum mortality rate is applied to reflect the impairment for younger members who became disabled. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements subject to the 3% floor.

Changes in assumptions reflect the annual change in the municipal bond rate. The actuarial assumptions used in the December 31, 2020 valuation were based on the results of an actuarial experience study for the period December 31, 2014 to December 31, 2018.

The SDBF program is treated as an unfunded OPEB plan because the SDBF trust covers both actives and retirees and the assets are not segregated for these groups. As such, a single discount rate of 2.00% was used to measure the Total OPEB Liability. Because the plan is essentially a "pay-as-you-go" plan, the single discount rate is equal to the prevailing municipal bond rate. The source of the municipal bond rate was fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-year Municipal GO AA Index" as of December 31, 2020.

Discount Rate Sensitivity Analysis. The following presents the Total OPEB Liability of the City and discretely presented component unit, calculated using the discount rate of 2.00%, as well as what the City's and discretely presented component unit's total OPEB Liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease in Discount Rate (1.00%)	Discount Rate (2.00%)	1% Increase in Discount Rate (3.00%)
City's total OPEB liability	$ 1,409,560	$ 1,162,389	$ 967,895
Component unit's total OPEB liability	29,354	24,207	20,156
Total	$ 1,438,914	$ 1,186,596	$ 988,051

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at 12/31/2019	$ 1,010,996
Changes for the year:	
Service cost	40,486
Interest	28,238
Differences between expected and actual experience	(37,701)
Changes of assumptions	153,378
Benefit payments	(8,801)
Net changes	175,600
Balance at 12/31/2020	$ 1,186,596

The total OPEB liability for governmental activities is primarily liquidated by the General Fund.

Changes in actuarial assumptions and other inputs reflect a change in the discount rate from 2.75% to 2.00%.

OPEB Expense and Deferred Outflows of Resources Related to OPEB. For the year ended September 30, 2021, the city recognized OPEB expense of $89,222 for governmental activities, $13,483 for business-type activities and $2,139 for the component unit.. At September 30, 2021, the City reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ 19,768	$ 91,152
Changes in actuarial assumptions	248,754	29,855
Contributions subsequent to the measurement date	16,710	-
Totals	$ 285,232	$ 121,007

For the year ended September 30, 2021, the component unit recognized OPEB expense of $2,183. At September 30, 2021, the component unit reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ 412	$ 1,898
Changes in actuarial assumptions	5,180	622
Contributions subsequent to the measurement date	348	-
Totals	$ 5,940	$ 2,520

For the City and component unit, $16,710 and $348, respectively, were reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date and will be recognized as a reduction of the total OPEB liability for the year ending September 30, 2022. Other amounts reported as deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

For the Year Ended September 30	City	Component Unit
2022	$ 37,522	781
2023	37,522	781
2024	28,782	599
2025	27,554	574
2026	16,135	337

XI. OTHER POSTEMPLOYMENT BENEFITS

Post-retirement Health Care Benefits

Plan Description.

Full-time employees of the City who retire from the Texas Municipal Retirement System (TMRS) are eligible to participate in the retiree health care plan. The requirement as defined by TMRS is any age with 20 years of service or 5 years of service for age 60 and above. Under State law, the City must offer health insurance to full-time employees that retire through our pension system, the Texas Municipal Retirement System. This affords the option to continue insurance, but the retiree must pay the full premiums for coverage unless eligible for additional coverage as outlined below.

The City established by ordinance the healthcare plan that covers retired employees of the City. The City established an irrevocable trust and contracted with an administrator, Public Agencies Retirement Services (PARS), as well as a custodial bank, to manage the plan's assets. Because plan assets are pooled by PARS with those of other plans for investment, the City's plan assets meet the criteria of an agent multiple-employer plan under GASB Statement No. 75.

Benefits Provided.

A retiree who worked as a full-time employee for a minimum of twenty (20) years may receive up to $350 per month as reimbursement for retiree health care. The retiree can remain on the City's health plan and receive up to $350 per month or purchase insurance elsewhere and provide proof of coverage and cost in order to receive up to $350 per month for the cost of health care coverage.

If the actual monthly cost is less than $350 per month, then the payment is capped at the total monthly cost. The maximum contribution by the City with twenty years of full-time service is $350 per month.

For the fiscal year ended September 30, 2021, the City's contributions to the plan were $289,372, which consist of a trust contribution of $0 for the year and benefit payments of $289,372, which were paid by the City using its own assets.

The number of employees currently covered by the benefit terms is as follows:

Inactive employees or beneficiaries currently receiving benefits	57
Inactive employees entitled to but not yet receiving benefits	-
Active employees	264
Total	321

Actuarial Methods and Assumptions

Significant methods and assumptions were as follows:

Actuarial Valuation Date	12/31/2020
Actuarial Cost Method	Individual Entry Age Normal Cost Method
Discount Rate	6.50% as of December 31, 2020
Inflation Rate	2.50%
Salary Increases	3.50% to 11.50%, including inflation
Demographic Assumptions	Based on the experience study covering the four-year period ending December 31, 2018 as conducted for the Texas Municipal Retirement System (TMRS)
Mortality	For healthy retirees, the gender-distinct 2019 Municipal Retirees of Texas mortality tables used. The rates are projected on a fully generational basis using the ultimate mortality improvement rates in the MP tables to account for future mortality improvements.
Participation Rates	85% for retirees with over 20 years of City service at retirement; 5% for retirees with less than 20 years of City service at retirement; and 60% of non-Medicare retirees are assumed to remain on the City's health plan.
Health care cost trend rates	Initial rates of 7.00%, declining to ultimate rate of 4.25% after 13 years. The City's $350/month explicit subsidy is not expected to increase in future years.
Note:	The City increased the monthly subsidy provided to eligible retirees from $200 to $350.

Projections of health benefits are based on the plan as understood by the City and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the City and its employees to that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

There is no separately issued audited benefit plan report available for the City’s OPEB plan.

Discount Rate

A Single Discount Rate of 2.00% was used to measure the total OPEB liability. This Single Discount Rate was based on the municipal bond rates as of the measurement date as well as the long-term expected rate of return on OPEB plan investments (to the extent that the plan’s fiduciary net position is projected to be sufficient to pay benefits). The source of the municipal bond rate was Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index’s “20-year Municipal GO AA Index” as of December 31, 2020.

The asset portfolio of the OPEB trust can support a 6.50% long term rate of return. The City’s funding policy is to contribute $200,000 every other fiscal year.

Changes in the Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balance at 12/31/2019	$ 5,574,931	$ 3,247,865	$ 2,327,066
Changes for the year:			
Service cost	175,940	-	175,940
Interest	358,684	-	358,684
Benefit Terms	1,974,446	-	1,974,446
Difference between expected and actual experience	(87,791)	-	(87,791)
Changes of assumptions	-	-	-
Contributions - employer	-	289,372	(289,372)
Net investment income	-	433,137	(433,137)
Benefit payments	(289,372)	(289,372)	-
Administrative expense	-	(10,209)	10,209
Net changes	2,131,907	422,928	1,708,979
Balance at 12/31/2020	$ 7,706,838	$ 3,670,793	$ 4,036,045

The total OPEB liability for governmental activities is primarily liquidated by the General Fund.

Discount Rate Sensitivity Analysis

The following schedule shows the impact of the net OPEB liability if the discount rate used was 1% less than and 1% greater than the discount rate that was used (6.50%) in measuring the Net OPEB Liability.

	1% Decrease in Discount Rate (5.50%)	Discount Rate (6.50%)	1% Increase in Discount Rate (7.50%)
City's total OPEB Liability	$ 4,831,044	$ 3,953,710	$ 3,199,269
Component unit's total OPEB Liability	100,606	82,335	66,624
Total	$ 4,931,650	$ 4,036,045	$ 3,265,893

Healthcare Cost Trend Rate Sensitivity Analysis

The following schedule shows the impact of the net OPEB liability if the Healthcare Cost Trend Rate used was 1% less than and 1% greater than what was used in measuring the net OPEB liability.

	1% Decrease	Current Healthcare Cost Trend Rate Assumption	1% Increase
City's total OPEB Liability	$ 3,598,290	$ 3,953,710	$ 4,371,745
Component unit's total OPEB Liability	74,934	82,335	91,041
Total	$ 3,673,224	$ 4,036,045	$ 4,462,786

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources Related to OPEBs

At September 30, 2021, the City reported a liability of $4,036,045 for its net OPEB Liability. The net OPEB Liability was determined by an actuarial valuation as of December 31, 2020. The City recognized OPEB expense of $1,714,423 for governmental activities, $259,077 for business-type activities and $41,098 for the component unit. There were no changes of benefit terms that affected measurement of the net OPEB liability during the measurement period.

At September 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience, liability	$ 21,317	$ 672,384
Changes in assumptions		279,273
Difference between expected and actual experience, assets	-	399,393
Contributions subsequent to the measurement date	432,865	-
Totals	$ 454,182	$ 1,351,050

At September 30, 2021, the Component Unit reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience, liability	$ 444	$ 14,002
Changes in assumptions	-	5,816
Difference between expected and actual experience, assets	-	8,317
Contributions subsequent to the measurement date	9,014	-
Totals	$ 9,458	$ 28,135

The City and discretely presented component unit reported $432,865 and $9,014 respectively, as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date are due to benefit payments the City paid with own assets and will be recognized as a reduction of the net OPEB liability for the year ending September 30, 2022. Other amounts of the reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

For the Year Ended September 30,	City	Component Unit
2022	$(287,904)	$(5,996)
2023	(265,959)	(5,539)
2024	(326,034)	(6,790)
2025	(216,389)	(4,506)
2026	(178,089)	(3,709)
Thereafter	(55,358)	(1,151)

XII. RISK MANAGEMENT

The Texas Municipal League Intergovernmental Risk Pool (TMLIRP) is a self-insurance program offering and providing other units of local governments with a stable and economic source of risk financing and loss prevention services. The Pool is governed by a Board of Trustees elected by the members who understand these needs. This appointed board serves as the regulatory authority and is not subject to state regulation by the Texas Department of Insurance. The trustees have created programs that are tailored to the risks faced by Texas political subdivisions.

TMLIRP provides statutory workers compensation coverage in accordance with the terms of Chapter 504 Texas Labor Code. Haltom City has a self-insured retention (SIR) or large deductible program in the amount of $100,000 per accident claim. There is no aggregate limit. TMLIRP serves as the 3rd party administrator for these claims. The Pool pays for any claims up to the SIR and the City gets invoiced. TMLIRP provides statutory excess coverage for each claim over the SIR. Limits for workers compensation employee benefits are set in the law. The pooling mechanism assists with stabilizing these rates for the members. The SIR or deductible credit is calculated and used in the total annual standard contribution cost.

TMLIRP Liability Fund Coverages will pay on behalf of Haltom City or covered party for damages or sums the City is legally obligated or responsible to pay for 3rd party occurrences due to bodily injury or property damage (General Liability, deductible of $5,000), bodily injury or property damage arising from law enforcement activities (Law Enforcement Liability, deductible of $5,000), civil claims or wrongful acts (Errors and Omissions, deductible of $5,000), ownership or use of an automobile (Auto Liability, deductible of $5,000), comprehensive and collision (Auto Physical Damage, deductible of $1,000) and Crime coverage (deductible of $2,000) are also provided to respond to 3rd party damages and loss.

Auto Catastrophe Coverage applies to non-collision losses, including hail, involving two or more vehicles. The each occurrence deductible for Auto Physical Damage does not apply to hail loss. The auto catastrophe deductible is $10,000 per occurrence.

Property coverage is the broadest form of coverage available. Special Form is the most inclusive property coverage option which includes full Replacement Cost (RC). RC is limited to no more than 150% of the reported value on the property schedule. The per occurrence deductible ($1,000 dollars) includes wind and hail. All perils are covered for physical loss of or damage to the City's scheduled or insured properties except those that are specifically excluded. Common exclusions are wear and tear, faulty design or workmanship, neglect, war, and intentional acts. Flood and Earthquake deductible is $25,000 or 1% of building value, whichever is greater, with a $5 million limit. Property coverage also includes Boiler and Machinery which has a deductible of $5,000 and Mobile Equipment (loaders, backhoes, etc.) which has a deductible of $5,000.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claims settlement trends, including frequency and amount of payouts and other economic and social factors. The liabilities are due within one year of the date of the statement of net position. Changes in the claims liability for fiscal year 2021 and 2020 are listed as follows:

	2021	2020
Claims payable, beginning of year	$ 805,366	$ 727,185
Current year claims and changes in estimates	184,315	577,415
Payments on claims	111,427	499,234
Claims payable, end of year	$ 878,254	$ 805,366

XIII. COMMITMENTS AND CONTINGENT LIABILITIES

In 2010, the City entered into a twenty-year contract with the City of Fort Worth for the purchase of water. Under the terms of the contract, the City is obligated to make a minimum annual payment, subject to adjustment under certain conditions as provided in the contract, of approximately $50,000. Payments under this contract were approximately $4,072,352 in 2021 and are included as operating expenses of the Water and Sewer Fund.

In 2018, the City entered into a twenty-year contract with the City of Fort Worth for the treatment and transportation of sanitary sewage. Payments under this contract are on a per connection basis and were approximately $3,001,252 in 2021 and are also included as operating expenses of the Water and Sewer Fund.

At September 30, 2021, the City was committed to several long-term construction contracts. The governmental funds were contractually committed to approximately $12,767,000; the business-type funds were committed to $5,443,000.

The City is a defendant in several legal actions involving various claims incident to the conduct of the City's operations. Management does not expect the City to suffer any material liability by reason of such actions.

The City has participated in a number of state and federally assisted grant programs. These programs are subject to financial and compliance audits by the grantors or their representatives, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

XIV. PROPERTY TAX ABATEMENTS

Tax abatements under Chapter 312 of the Texas Tax Code allow the City to designate tax reinvestment zones and negotiate tax abatement agreements with applicants. In 1990, the City Council adopted a resolution setting guidelines and criteria for granting abatements in the reinvestment zones which specifically notes incentives are limited to companies which create new wealth and do not adversely affect existing businesses operating within the City. The abatement agreements authorize the appraisal district to reduce the assessed value of the taxpayer's property by a percentage specified in the agreement, and the taxpayer will pay taxes on the lower assessed value during the term of the agreement.

XV. 380 AGREEMENTS

At times when alternate incentives may be preferable to a tax abatement, the City Council has the authority under Chapter 380 of the Texas Local Government Code to create a custom incentive in order to accomplish specific economic development goals. These incentives are considered on a case-by-case basis and may be considered based on: a certain number of net new jobs with wages above the City's median household; the relocation of a company promoting growth of targeted industry clusters such as high-tech companies; aviation/aerospace industry, or supply chain clusters supporting the City's existing primary employers; incentives for businesses causing infill redevelopment or other desirable development objectives; and/or any other activity which the City Council determines meets a specific public purpose for economic development.

- Lasiter and Lasiter Plumbing – The Company can purchase plumbing supplies through a Texas Direct Payment Permit which generates local sales tax revenue for the City that would otherwise not be available to the City. The original agreement was dated March 2007. The agreement was extended in 2017 for another ten-year period. This agreement will expire on March 31, 2027. The tax rebate amount for the current fiscal year was $25,095.

XVI. SUBSEQUENT EVENTS

In October 2021, the City issued General Obligation Refunding Bonds, Series 2021A in the amount of $5,445,000, for the purpose of refunding a portion of existing bonds at a present value savings. The bonds carry an interest rate of 2-5% and mature on February 1, 2033.

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REQUIRED SUPPLEMENTARY INFORMATION

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

Measurement Period Ended December 31,	**2014**	**2015**
A. Total pension liability		
Service Cost	$ 2,504,359	$ 2,783,635
Interest (on the Total Pension Liability)	6,753,452	7,077,941
Difference between expected and actual experience	(692,358)	(374,424)
Change of assumptions	-	(364,224)
Benefit payments, including refunds of employee contributions	(3,761,568)	(4,377,490)
Net change in total pension liability	4,803,885	4,745,438
Total pension liability - beginning	97,106,486	101,910,371
Total pension liability - ending (a)	$ 101,910,371	$ 106,655,809
B. Plan fiduciary net position		
Contributions - employer	$ 3,163,767	$ 3,141,239
Contributions - employee	1,103,456	1,141,181
Net investment income	4,490,233	123,113
Benefit payments, including refunds of employee contributions	(3,761,568)	(4,377,490)
Administrative expenses	(46,878)	(74,987)
Other	(3,854)	(3,703)
Net change in plan fiduciary net position	4,945,156	(50,647)
Plan fiduciary net position - beginning	78,488,480	83,433,636
Plan fiduciary net position - ending (b)	$ 83,433,636	$ 83,382,989
C. Net pension liability - ending (a) - (b)	$ 18,476,735	$ 23,272,820
D. Plan fiduciary net position as a percentage of total pension liability	81.87%	78.18%
E. Covered payroll	$ 15,763,659	$ 16,250,057
F. Net pension liability as a percentage of covered payroll	117.21%	143.22%

Note: This schedule is required to have 10 years of information, but the information prior to 2014 is not available.

2016	2017	2018	2019	2020
$ 2,898,328	$ 2,939,312	$ 2,931,913	$ 3,071,536	$ 3,076,962
7,140,222	7,529,054	7,899,680	8,236,772	8,620,742
216,371	(283,623)	(730,857)	(481,136)	(819,411)
-	-	-	325,920	-
(4,647,814)	(4,382,052)	(4,998,533)	(5,354,650)	(5,580,079)
5,607,107	5,802,691	5,102,203	5,798,442	5,298,214
106,655,809	112,262,916	118,065,607	123,167,810	128,966,252
$ 112,262,916	$ 118,065,607	$ 123,167,810	$ 128,966,252	$ 134,264,466
$ 3,089,790	$ 3,141,962	$ 3,169,004	$ 3,584,207	$ 3,353,325
1,155,370	1,172,915	1,168,758	1,220,247	1,232,193
5,635,642	12,274,019	(3,016,539)	14,992,491	8,450,415
(4,647,814)	(4,382,052)	(4,998,533)	(5,354,650)	(5,580,079)
(63,642)	(63,602)	(58,291)	(84,691)	(54,670)
(3,429)	(3,222)	(3,044)	(2,547)	(2,133)
5,165,917	12,140,020	(3,738,645)	14,355,057	7,399,051
83,382,989	88,548,906	100,688,924	96,950,279	111,305,337
$ 88,548,906	$ 100,688,926	$ 96,950,279	$ 111,305,336	$ 118,704,388
$ 23,714,010	$ 17,376,681	$ 26,217,531	$ 17,660,916	$ 15,560,078
78.88%	85.28%	78.71%	86.31%	88.41%
$ 16,505,286	$ 16,748,218	$ 16,696,543	$ 17,432,098	$ 17,602,756
143.68%	103.75%	157.02%	101.31%	88.40%

CITY OF HALTOM CITY, TEXAS

CONTRIBUTIONS - TMRS PENSION PLAN

FOR THE YEAR ENDED SEPTEMBER 30, 2021

Fiscal Year Ended September 30,	**2014**	**2015**
Actuarial determined contribution	$ 3,021,224	$ 3,112,202
Contributions in relation to the actuarially determined contribution	3,021,224	3,112,202
Contribution deficiency (excess)	-	-
Covered employee payroll	15,763,659	15,955,040
Contributions as a percentage of covered payroll	19.17%	19.51%

NOTES TO SCHEDULE OF CONTRIBUTIONS

Valuation Date	Actuarially determined contribution rates are calculated as of December 31 and become effective in January 13 months later.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	24 years
Asset Valuation Method	10 Year smoothed market; 12% soft corridor
Inflation	2.50%
Salary Increases	3.50% to 11.5% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that are specific to the City's plan of benefits. Last updated for the 2019 valuation pursuant to an experience study of the period 2014-2018.
Mortality	Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. The rates are projectede on a fully generational basis with scale UMP. Pre-retirement: PUB(10) mortality tables, with the Public Safety table used for males and the General Employee table used for females. The rates are projected on a fully generational basis with scale UMP.
Other Information	There were no benefit changes during the year.

Note: This schedule is required to have 10 years of information, but the information prior to 2014 is not available.

2016	2017	2018	2019	2020	2021
$ 3,164,882	$ 3,094,631	$ 3,135,576	$ 3,250,765	$ 3,379,471	$ 3,427,688
3,164,882	3,094,631	3,135,576	3,550,765	3,379,471	3,427,688
-	-	-	(300,000)	-	-
16,754,656	16,562,414	16,593,082	17,232,434	17,756,830	18,036,553
18.89%	18.68%	18.90%	18.86%	19.03%	19.00%

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
TEXAS MUNICIPAL RETIREMENT SYSTEM - SUPPLEMENTAL DEATH BENEFIT FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2021

Measurement Period Ended December 31,	**2017**	**2018**	**2019**	**2020**
A. Total OPEB liability				
Service Cost	$ 28,472	$ 31,723	$ 31,378	$ 40,486
Interest (on the Total OPEB Liability)	28,465	28,842	33,509	28,238
Differences between expected and actual experience	-	39,218	(94,183)	(37,701)
Changes of assumptions	67,252	(59,226)	157,142	153,378
Benefit payments, including refunds of employee contributions	(6,700)	(8,347)	(8,716)	(8,801)
Net change in Total OPEB liability	117,489	32,210	119,130	175,600
Total OPEB liability - beginning	742,167	859,656	891,866	1,010,996
Total OPEB liability - ending (a)	859,656	891,866	1,010,996	1,186,596
B. Covered employee payroll	$ 16,748,218	$ 16,696,543	$ 17,432,098	$ 17,602,756
C. Total OPEB liability as a percentage of covered - employee payroll	5.13%	5.34%	5.80%	6.74%

Notes to Schedule:

- No assets are accumulated in a trust for the SDBF plan to pay related benefits that meets the criteria in paragraph 4 of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.

- This schedule is required to have 10 years of information, but the information prior to 2017 is not available.

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
RETIREE HEALTH CARE BENEFIT PLAN

FOR THE YEAR ENDED SEPTEMBER 30, 2021

Measurement Period Ended December 31,	**2017**	**2018**	**2019**	**2020**
A. Total OPEB liability				
Service Cost	$ 193,035	$ 187,980	$ 174,629	$ 175,940
Interest (on the Total OPEB Liability)	394,886	421,954	351,147	358,684
Changes of benefit terms	-	-	-	1,974,446
Difference between expected and actual experience	41,617	(952,921)	(14,085)	(87,791)
Change of assumptions	(20,299)	(240,446)	(163,826)	-
Benefit payments, including refunds of employee contributions	(290,575)	(180,229)	(192,401)	(289,372)
Net change in total OPEB liability	318,664	(763,662)	155,464	2,131,907
Total OPEB liability - beginning	5,864,465	6,183,129	5,419,467	5,574,931
Total OPEB liability - ending (a)	$ 6,183,129	$ 5,419,467	$ 5,574,931	$ 7,706,838
B. Plan fiduciary net position				
Contributions - employer	$ 490,575	$ 380,229	$ 192,401	$ 289,372
Net investment income	265,412	(125,895)	715,285	433,137
Benefit payments	(290,575)	(180,229)	(192,401)	(289,372)
Administrative expenses	(6,545)	(7,893)	(16,801)	(10,209)
Other	-	(118,409)	-	-
Net change in plan fiduciary net position	458,867	(52,197)	698,484	422,928
Plan fiduciary net position - beginning	2,142,711	2,601,578	2,549,381	3,247,865
Plan fiduciary net position - ending (b)	$ 2,601,578	$ 2,549,381	$ 3,247,865	$ 3,670,793
C. Net OPEB liability - ending (a) - (b)	$ 3,581,551	$ 2,870,086	$ 2,327,066	$ 4,036,045
D. Plan fiduciary net position as a percentage of total OPEB liability	42.08%	47.04%	58.26%	47.63%
E. Covered payroll	$ 17,256,507	$ 17,399,981	$ 18,191,694	$ 18,368,973
F. Net OPEB liability as a percentage of covered payroll	20.75%	16.49%	12.79%	21.97%

- This schedule is required to have 10 years of information, but the information prior to 2017 is not available.
- The City has assets set aside that meet the criteria of GASB Statement No. 75, *Accounting and* Financial Reporting for Postemployment Benefits Other Than Pensions. The balance of these assets as of the plan measurement date were $3,670,793.
- 2020: Changes of benefit terms reflect an increase in the City's monthly explicit subsidy from $200 to $350
- 2019: The demographic assumptions were updated to reflect the 2019 TMRS Experience Study.
- 2018: The participation rate for future non-Medicare retirees on the City's health plan and the health care trend assumptions were modified. In addition, the asumed long-term rate of return for the assets in the OPEB trust was changed from 6.85% to 6.50%.
- Changes of assumptions reflect the effects of changes in the Single Discount Rate each period.

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COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

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CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICE FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Taxes:				
Property taxes	$ 6,231,130	$ 6,231,130	$ 7,045,502	$ 814,372
Penalty and interest	40,000	40,000	68,377	28,377
Interest	20,000	20,000	2,458	(17,542)
Total revenues	6,291,130	6,291,130	7,116,337	825,207
EXPENDITURES:				
Principal retirement	5,580,000	5,580,000	5,580,000	-
Interest and other	992,902	992,902	992,902	-
Bond issuance costs	172,175	166,775	159,806	(6,969)
Total expenditures	6,745,077	6,739,677	6,732,708	(6,969)
Revenues under expenditures	(453,947)	(448,547)	383,629	837,576
OTHER FINANCING SOURCES:				
Issuance of debt	-	-	6,340,000	6,340,000
Premium on issuance of debt	-	-	591,983	591,983
Payment to escrow agent	-	-	(6,939,428)	(6,939,428)
Transfers in	306,775	306,775	306,780	5
Total other financing sources	306,775	306,775	299,335	(7,440)
Net change in fund balance	(147,172)	(141,772)	682,964	830,136
Fund balance - beginning of year	932,094	932,094	932,094	-
Fund balance - end of year	$ 784,922	$ 790,322	$ 1,615,058	$ 830,136

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
STREET RECONSTRUCTION - CAPITAL PROJECTS FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Taxes	$ 2,720,057	$ 2,720,057	$ 3,279,821	$ 559,764
Impact fees	-	-	135,958	135,958
Interest	275,000	275,000	(51,617)	(326,617)
Total revenues	2,995,057	2,995,057	3,364,162	369,105
EXPENDITURES:				
General government	5,000	5,000	4,818	182
Streets	6,065,000	6,065,000	1,889,998	4,175,002
Bond issuance costs	90,000	90,000	-	90,000
Capital outlay	400,000	400,000	91,968	308,032
Total expenditures	6,560,000	6,560,000	1,986,784	4,573,216
Revenue under expenditures	(3,564,943)	(3,564,943)	1,377,378	4,942,321
OTHER FINANCING SOURCES (USES):				
Bond proceeds	5,000,000	5,000,000	-	(5,000,000)
Premium on issuance	250,000	250,000	-	(250,000)
Transfers out	(900,000)	(900,000)	(900,000)	-
Total other financing sources	4,350,000	4,350,000	(900,000)	(5,250,000)
Net change in fund balance	785,057	785,057	477,378	(307,679)
Fund balance - beginning of year	18,772,145	18,772,145	18,772,145	-
Fund balance - end of year	$ 19,557,202	$ 19,557,202	$ 19,249,523	$(307,679)

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL IMPROVEMENT - CAPITAL PROJECTS FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Interest	$ 120,000	$ 120,000	$(59,929)	$(179,929)
Total revenues	120,000	120,000	(59,929)	(179,929)
EXPENDITURES:				
Parks & Recreation	-	-	7,921	(7,921)
Bond issuance costs	-	-	493,067	(493,067)
Capital outlay	6,702,000	6,702,000	4,055,578	2,646,422
Total expenditures	6,702,000	6,702,000	4,556,566	2,145,434
Revenues over (under) expenditures	(6,582,000)	(6,582,000)	(4,616,495)	1,965,505
OTHER FINANCING SOURCES (USES):				
Bond proceeds	730,000	730,000	27,820,000	27,090,000
Premium on issuance	-	-	1,673,067	1,673,067
Transfers in	400,000	400,000	399,996	(4)
Total other financing sources	1,130,000	1,130,000	29,893,063	28,763,063
Net change in fund balance	(5,452,000)	(5,452,000)	25,276,568	30,728,568
Fund balance - beginning of year	8,236,085	8,236,085	8,236,085	-
Fund balance - end of year	$ 2,784,085	$ 2,784,085	$ 33,512,653	$ 30,728,568

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NONMAJOR FUND DESCRIPTIONS
SPECIAL REVENUE FUNDS

Police Forfeiture Fund - To account for proceeds from sales of assets seized in drug arrests. Revenues are used solely for Police Department expenditures.

Police Donations Fund – To account for contributions designated for Police Department.

Red Light Camera Fund – To account for fines resulting from the red-light camera program and related expenditures for traffic safety.

Police CART Fund – To account for funds used for a multi-jurisdictional effort to properly allocate resources to missing/endangered children cases.

Park Donation Fund - To account for contributions used to improve and beautify park facilities.

Park Dedication Fund - To account for developer contributions for acquiring and developing parkland.

Library Donation Fund - To account for contributions used to improve library services.

Hotel / Motel Tax Fund - To account for the receipt and allocation of the City's hotel-motel occupancy tax. Revenues are used primarily for advertising and promotion of the City.

Grants Fund – To account for federal, state, and local grants received and related expenditures.

Fire Department Donations Fund - To account for contributions designated for Fire Department.

Court Technology Fund - To account for technology fees and expenditures for Municipal Court.

Court Security Fund - To account for security fees and related expenditures for Municipal Court.

Juvenile Case Management Fund – To account for court fees and expenditures for juvenile case management program.

Animal Shelter Fund - To account for contributions received and expenditures for animal shelter.

Safe Pathways Program Fund - To account developer contributions for the construction of new sidewalks.

TIF No. 1 Fund - To account for Tax Incremental District No. 1 revenues and expenditures.

CAPITAL PROJECT FUNDS

Street Assessments - To account for various street improvements financed by adjacent land owners.

Capital Replacement Fund – To account for purchases of vehicles, machinery and equipment.

CITY OF HALTOM CITY, TEXAS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2021

	Special Revenue Funds			
	Police Forfeiture	Police Donations	Red Light Camera	Police CART
ASSETS				
Cash and investments	$ 69,397	$ 39,755	$ 269,364	$ 6,619
Intergovernmental receivables	-	-	-	-
Accrued interest	36	20	142	4
Other receivables	-	505	-	-
Total assets	$ 69,433	$ 40,280	$ 269,506	$ 6,623
LIABILITIES				
Accounts payable	-	-	9,701	-
Accrued liabilities	4,002	-	648	-
Due to other funds	-	-	-	-
Total liabilities	4,002	-	10,349	-
FUND BALANCES				
Restricted:				
Public safety	65,431	-	259,157	-
Purpose of grantors, donators and trustees	-	40,280	-	6,623
Promotion of tourism and business	-	-	-	-
Purchase of capital assets	-	-	-	-
Committed for purchase of capital assets	-	-	-	-
Total fund balances	65,431	40,280	259,157	6,623
Total liabilities and fund balances	$ 69,433	$ 40,280	$ 269,506	$ 6,623

Special Revenue Funds						
Park Donation	Park Dedication	Library Donation	Hotel/Motel Tax	Grants Fund	Fire Department Donations
$ 55,420	$ 169,376	$ 233,255	$ 191,519	$ 98,551	$ 10,694
-	-	-	-	74,550	-
28	90	124	100	52	7
442	-	789	-	-	433
$ 55,890	$ 169,466	$ 234,168	$ 191,619	$ 173,153	$ 11,134
-	-	508	651	387	391
-	-	-	741	1,063	-
-	-	-	-	-	-
-	-	508	1,392	1,450	391
-	-	-	-	-	-
55,890	169,466	233,660	-	171,703	10,743
-	-	-	190,227	-	-
-	-	-	-	-	-
-	-	-	-	-	-
55,890	169,466	233,660	190,227	171,703	10,743
$ 55,890	$ 169,466	$ 234,168	$ 191,619	$ 173,153	$ 11,134

CITY OF HALTOM CITY, TEXAS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2021

	Special Revenue Funds			
	Court Technology	Court Security	Juvenile Case	Animal Shelter
ASSETS				
Cash and investments	$ 4,628	$ 96,289	$ 76,316	$ 36,132
Intergovernmental receivables	-	-	-	-
Accrued interest	2	51	40	18
Other receivables	-	-	-	1,467
Total assets	$ 4,630	$ 96,340	$ 76,356	$ 37,617
LIABILITIES				
Accounts payable	-	-	-	-
Accrued liabilities	-	-	-	-
Due to other funds	-	-	-	-
Total liabilities	-	-	-	-
FUND BALANCES				
Restricted:				
Public safety	4,630	96,340	76,356	-
Purpose of grantors, donators and trustees	-	-	-	37,617
Promotion of tourism and business	-	-	-	-
Purchase of capital assets	-	-	-	-
Committed for purchase of capital assets	-	-	-	-
Total fund balances	4,630	96,340	76,356	37,617
Total liabilities and fund balances	$ 4,630	$ 96,340	$ 76,356	$ 37,617

Special Revenue Funds		Capital Projects Funds		
Safe Pathways Shelter	TIF Fund No.1	Street Assessments	Capital Replacement	Total Nonmajor Governmental Funds
$ 66,376	$ 127,119	$ 24,371	1,082,553	$ 2,657,734
-	-	-	-	74,550
35	67	12	1,156	1,984
-	-	-	-	3,636
$ 66,411	$ 127,186	$ 24,383	$ 1,083,709	$ 2,737,904
-	-	-	-	11,638
-	-	-	-	6,454
-	48,000	-	-	48,000
-	48,000	-	-	66,092
-	-	-	-	501,914
-	-	-	-	725,982
-	-	-	-	190,227
66,411	79,186	-	-	145,597
-	-	24,383	1,083,709	1,108,092
66,411	79,186	24,383	1,083,709	2,671,812
$ 66,411	$ 127,186	$ 24,383	$ 1,083,709	$ 2,737,904

CITY OF HALTOM CITY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Special Revenue Funds			
	Police Forfeiture	Police Donations	Red Light Camera	Police CART
REVENUES				
Taxes	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-
Fines and fees	-	-	-	-
Charges for services	14,266	-	-	-
Donations	-	4,093	-	-
Interest	(275)	(227)	(2,602)	(25)
Miscellaneous	-	25,620	-	-
Total revenues	13,991	29,486	(2,602)	(25)
EXPENDITURES				
General government	-	-	-	-
Public safety				
Police	12,842	26,916	77,531	-
Fire	-	-	-	-
Municipal court	-	-	-	-
Library	-	-	-	-
Animal control	-	-	-	-
Parks & recreation	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	12,842	26,916	77,531	-
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	1,149	2,570	(80,133)	(25)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Issuance of debt	-	-	-	-
Total other financing sources (uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	1,149	2,570	(80,133)	(25)
FUND BALANCES, BEGINNING	64,282	37,710	339,290	6,648
FUND BALANCES, ENDING	$ 65,431	$ 40,280	$ 259,157	$ 6,623

Special Revenue Funds						
Park Donation	Park Dedication	Library Donation	Hotel/Motel Tax	Grants Fund	Fire Department Donations
$ -	$ -	$ -	$ 46,805	$ -	$ -
-	-	-	-	75,304	-
-	-	-	-	-	-
20,069	-	13,957	-	-	-
6,270	-	7,470	-	-	6,923
(328)	(615)	(952)	(438)	(423)	1
-	-	-	-	-	-
26,011	(615)	20,475	46,367	74,881	6,924
-	-	-	16,573	-	-
-	-	-	-	70,963	-
-	-	-	-	-	2,188
-	-	-	-	-	-
-	-	24,728	-	1,043	-
-	-	-	-	-	-
33,906	25,626	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
33,906	25,626	24,728	16,573	72,006	2,188
(7,895)	(26,241)	(4,253)	29,794	2,875	4,736
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(7,895)	(26,241)	(4,253)	29,794	2,875	4,736
63,785	195,707	237,913	160,433	168,828	6,007
$ 55,890	$ 169,466	$ 233,660	$ 190,227	$ 171,703	$ 10,743

CITY OF HALTOM CITY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Special Revenue Funds			
	Court Technology	Court Security	Juvenile Case	Animal Shelter
REVENUES				
Taxes	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-
Fines and fees	20,652	25,299	-	-
Charges for services	-	-	31,561	-
Donations	-	-	-	7,666
Interest	(211)	(276)	(472)	(294)
Miscellaneous	4,866	3,649	-	-
Total revenues	25,307	28,672	31,089	7,372
EXPENDITURES				
General government	-	-	-	-
Public safety				
Police	-	-	-	-
Fire	-	-	-	-
Municipal court	34,973	-	-	-
Library	-	-	-	-
Animal Control	-	-	-	1,039
Parks & recreation	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	34,973	-	-	1,039
EXCESS (DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	(9,666)	28,672	31,089	6,333
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(1,250)	(15,000)	(48,000)	(50,000)
Issuance of debt	-	-	-	-
Total other financing sources (uses)	(1,250)	(15,000)	(48,000)	(50,000)
NET CHANGE IN FUND BALANCES	(10,916)	13,672	(16,911)	(43,667)
FUND BALANCES, BEGINNING	15,546	82,668	93,267	81,284
FUND BALANCES, ENDING	$ 4,630	$ 96,340	$ 76,356	$ 37,617

Special Revenue Funds		Capital Projects Funds		
Safe Pathways Shelter	TIF Fund No.1	Street Assessments	Capital Replacement	Total Nonmajor Governmental Funds
$ -	$ 112,382	$ -	$ -	$ 159,187
-	-	-	-	75,304
-	-	-	-	45,951
-	-	-	-	79,853
-	-	-	-	32,422
(248)	(71)	(95)	(3,084)	(10,635)
-	-	-	-	34,135
(248)	112,311	(95)	(3,084)	416,217
-	-	-	-	16,573
-	-	-	-	188,252
-	-	-	-	2,188
-	-	-	-	34,973
-	-	-	-	25,771
-	-	-	-	1,039
-	-	-	-	59,532
-	-	-	493,871	493,871
-	-	-	74,350	74,350
-	-	-	568,221	896,549
(248)	112,311	(95)	(571,305)	(480,332)
-	-	-	899,996	899,996
-	-	-	-	(114,250)
-	-	-	30,903	30,903
-	-	-	930,899	816,649
(248)	112,311	(95)	359,594	336,317
66,659	(33,125)	24,478	724,115	2,335,495
$ 66,411	$ 79,186	$ 24,383	$ 1,083,709	$ 2,671,812

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUGET AND ACTUAL
POLICE FORFEITURE - SPECIAL REVENUE FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Interest	$ 1,500	$ 1,500	$(275)	$(1,775)
Charges for services	18,000	18,000	14,266	(3,734)
Total revenue	19,500	19,500	13,991	(5,509)
EXPENDITURES:				
Police	16,000	16,000	12,842	3,158
Total expenditures	16,000	16,000	12,842	3,158
Net change in fund balance	3,500	3,500	1,149	(2,351)
Fund balance - beginning of year	64,282	64,282	64,282	-
Fund balance - end of year	$ 67,782	$ 67,782	$ 65,431	$(2,351)

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
POLICE DONATIONS - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Donations	$ 8,000	$ 8,000	$ 4,093	$(3,907)
Interest	1,200	1,200	(227)	(1,427)
Miscellaneous	15,000	15,000	25,620	10,620
Total revenues	24,200	24,200	29,486	5,286
EXPENDITURES:				
Police	47,500	47,500	26,916	20,584
Total expenditures	47,500	47,500	26,916	20,584
Net change in fund balance	(23,300)	(23,300)	2,570	25,870
Fund balance - beginning of year	37,710	37,710	37,710	-
Fund balance - end of year	$ 14,410	$ 14,410	$ 40,280	$ 25,870

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
RED LIGHT CAMERA - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Interest	$ 4,000	$ 4,000	$(2,602)	$(6,602)
Total revenues	4,000	4,000	(2,602)	(6,602)
EXPENDITURES:				
Police	138,570	138,570	77,531	61,039
Capital outlay	60,000	60,000	-	60,000
Total expenditures	198,570	198,570	77,531	121,039
Net change in fund balance	(194,570)	(194,570)	(80,133)	114,437
Fund balance - beginning of year	339,290	339,290	339,290	-
Fund balance - end of year	$ 144,720	$ 144,720	$ 259,157	$ 114,437

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
POLICE CART - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Interest	$ 150	$ 150	$(25)	$(175)
Total revenues	150	150	(25)	(175)
EXPENDITURES:				
Police	1,000	1,000	-	1,000
Total expenditures	1,000	1,000	-	1,000
Net change in fund balance	(850)	(850)	(25)	825
Fund balance - beginning of year	6,361	6,648	6,648	-
Fund balance - end of year	$ 5,511	$ 5,798	$ 6,623	$ 825

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
PARK DONATIONS - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Donations	$ 9,150	$ 9,150	$ 6,270	$(2,880)
Charges for services	38,500	38,500	20,069	(18,431)
Interest	1,000	1,000	(328)	(1,328)
Total revenues	48,650	48,650	26,011	(22,639)
EXPENDITURES:				
Parks and recreation	70,341	70,341	33,906	36,435
Total expenditures	70,341	70,341	33,906	36,435
Net change in fund balance	(21,691)	(21,691)	(7,895)	13,796
Fund balance - beginning of year	63,785	63,785	63,785	-
Fund balance - end of year	$ 42,094	$ 42,094	$ 55,890	$ 13,796

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
PARK DEDICATION - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Interest	$ 3,500	$ 3,500	$(615)	$(4,115)
Total revenues	3,500	3,500	(615)	(4,115)
EXPENDITURES:				
Parks and recreation	151,394	151,394	25,626	125,768
Total expenditures	151,394	151,394	25,626	125,768
Net change in fund balance	(147,894)	(147,894)	(26,241)	121,653
Fund balance - beginning of year	195,707	195,707	195,707	-
Fund balance - end of year	$ 47,813	$ 47,813	$ 169,466	$ 121,653

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
LIBRARY DONATIONS - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Charges for Services	$ 19,600	$ 19,600	$ 13,957	$(5,643)
Donations	6,300	6,300	7,470	1,170
Interest	2,000	2,000	(952)	(2,952)
Total revenues	27,900	27,900	20,475	(7,425)
EXPENDITURES:				
Library	22,500	22,500	24,728	(2,228)
Total expenditures	22,500	22,500	24,728	(2,228)
Net change in fund balance	5,400	5,400	(4,253)	(9,653)
Fund balance - beginning of year	237,913	237,913	237,913	-
Fund balance - end of year	$ 243,313	$ 243,313	$ 233,660	$(9,653)

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
HOTEL/MOTEL TAX - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Taxes	$ 45,000	$ 45,000	$ 46,805	$ 1,805
Interest	2,800	2,800	(438)	(3,238)
Total revenues	47,800	47,800	46,367	(1,433)
EXPENDITURES:				
General Government	41,580	41,580	16,573	25,007
Total expenditures	41,580	41,580	16,573	25,007
Net change in fund balance	6,220	6,220	29,794	23,574
Fund balance - beginning of year	160,433	160,433	160,433	-
Fund balance - end of year	$ 166,653	$ 166,653	$ 190,227	$ 23,574

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GRANTS - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Intergovernmental	$ 95,000	$ 95,000	$ 75,304	$(19,696)
Interest	-	-	(423)	(423)
Total revenues	95,000	95,000	74,881	(20,119)
EXPENDITURES:				
Police	38,201	38,201	70,963	(32,762)
Fire	80,000	80,000	-	80,000
Library	-	-	1,043	(1,043)
Total expenditures	118,201	118,201	72,006	46,195
Net change in fund balance	(23,201)	(23,201)	2,875	26,076
Fund balance - beginning of year	168,828	168,828	168,828	-
Fund balance - end of year	$ 145,627	$ 145,627	$ 171,703	$ 26,076

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FIRE DEPARTMENT DONATIONS - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Donations	$ 6,500	$ 6,500	$ 6,923	$ 423
Interest	50	50	1	(49)
Total revenues	6,550	6,550	6,924	374
EXPENDITURES:				
Fire	6,548	6,548	2,188	4,360
Total expenditures	6,548	6,548	2,188	4,360
Net change in fund balance	2	2	4,736	4,734
Fund balance - beginning of year	6,007	6,007	6,007	-
Fund balance - end of year	$ 6,009	$ 6,009	$ 10,743	$ 4,734

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
COURT TECHNOLOGY - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Fines and fees	$ 3,000	$ 3,000	$ 20,652	$ 17,652
Interest	500	500	(211)	(711)
Miscellaneous	20,000	20,000	4,866	(15,134)
Total revenues	23,500	23,500	25,307	1,807
EXPENDITURES:				
Municipal court	32,000	32,000	34,973	(2,973)
Total expenditures	32,000	32,000	34,973	(2,973)
Revenues over (under) expenditures	(8,500)	(8,500)	(9,666)	(1,166)
OTHER FINANCING SOURCES (USES):				
Transfer out	(3,000)	(3,000)	(1,250)	1,750
Total other financing sources	(3,000)	(3,000)	(1,250)	1,750
Net change in fund balance	(11,500)	(11,500)	(10,916)	584
Fund balance - beginning of year	15,546	15,546	15,546	-
Fund balance - end of year	$ 4,046	$ 4,046	$ 4,630	$ 584

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
COURT SECURITY - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Fines and fees	$ 4,000	$ 4,000	$ 25,299	$ 21,299
Interest	2,100	2,100	(276)	(2,376)
Miscellaneous	15,000	15,000	3,649	(11,351)
Total revenues	21,100	21,100	28,672	7,572
EXPENDITURES:	-	-	-	-
Revenues over (under) expenditures	21,100	21,100	28,672	7,572
OTHER FINANCING SOURCES (USES):				
Transfers out	(15,000)	(15,000)	(15,000)	-
Total other financing sources (uses)	(15,000)	(15,000)	(15,000)	-
Net change in fund balance	6,100	6,100	13,672	7,572
Fund balance - beginning of year	82,668	82,668	82,668	-
Fund balance - end of year	$ 88,768	$ 88,768	$ 96,340	$ 7,572

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
JUVENILE CASE MANAGER - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Charges for Services	$ 22,000	$ 22,000	$ 31,561	$ 9,561
Interest	3,200	3,200	(472)	(3,672)
Total revenues	25,200	25,200	31,089	5,889
EXPENDITURES:				
Municipal court	1,000	1,000	-	1,000
Total expenditures	1,000	1,000	-	1,000
Revenues over (under) expenditures	24,200	24,200	31,089	6,889
OTHER FINANCING SOURCES (USES):				
Transfers out	(48,000)	(48,000)	(48,000)	-
Total other financing sources (uses)	(48,000)	(48,000)	(48,000)	-
Net change in fund balance	(23,800)	(23,800)	(16,911)	6,889
Fund balance - beginning of year	93,267	129,570	93,267	-
Fund balance - end of year	$ 69,467	$ 105,770	$ 76,356	$ 6,889

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
ANIMAL SHELTER - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Interest	$ 1,000	$ 1,000	$(294)	$(1,294)
Donations	6,000	6,000	7,666	1,666
Total revenues	7,000	7,000	7,372	372
EXPENDITURES:				
Animal Control	5,000	5,000	1,039	3,961
Total expenditures	5,000	5,000	1,039	3,961
Revenues over (under) expenditures	2,000	2,000	6,333	4,333
OTHER FINANCING SOURCES (USES):				
Transfers out	-	-	(50,000)	(50,000)
Total other financing sources (uses)	-	-	(50,000)	(50,000)
Net change in fund balance	2,000	2,000	(43,667)	(45,667)
Fund balance - beginning of year	81,284	81,284	81,284	-
Fund balance - end of year	$ 83,284	$ 83,284	$ 37,617	$(45,667)

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SAFE PATHWAYS PROGRAM - SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Charges for Services	$ 1,250	$ 1,250	$ -	$(1,250)
Interest	1,000	1,000	(248)	(1,248)
Total revenues	2,250	2,250	(248)	(2,498)
EXPENDITURES:	-	-	-	-
Net change in fund balance	2,250	2,250	(248)	(2,498)
Fund balance - beginning of year	66,659	66,659	66,659	-
Fund balance - end of year	$ 68,909	$ 68,909	$ 66,411	$(2,498)

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
STREET ASSESSMENTS - CAPITAL PROJECTS FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Interest	$ 500	$ 500	$(95)	$(595)
Total revenues	500	500	(95)	(595)
EXPENDITURES:	-	-	-	-
Net change in fund balance	500	500	(95)	(595)
Fund balance - beginning year	24,478	24,478	24,478	-
Fund balance - end of year	$ 24,978	$ 24,978	$ 24,383	$(595)

CITY OF HALTOM CITY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL REPLACEMENT - CAPITAL PROJECTS FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Interest	$ 24,000	$ 24,000	$(3,084)	$(27,084)
Total revenues	24,000	24,000	(3,084)	(27,084)
EXPENDITURES:				
Debt Service:				
Principal	775,000	775,000	493,871	281,129
Interest	75,000	75,000	74,350	650
Total expenditures	850,000	850,000	568,221	281,779
OTHER FINANCING SOURCES (USES):				
Transfers In	850,000	850,000	899,996	49,996
Issuance of debt	-	-	30,903	30,903
Total other financing sources (uses)	850,000	850,000	930,899	80,899
Net change in fund balance	24,000	24,000	359,594	335,594
Fund balance - beginning of year	724,115	724,115	724,115	-
Fund balance - end of year	$ 748,115	$ 748,115	$ 1,083,709	$ 335,594

STATISTICAL SECTION

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STATISTICAL SECTION

The City of Haltom City's statistical section presents detailed information as a context for understanding the information in the financial statements, note disclosures, and required supplementary information, which details the City's overall financial health and well-being.

Contents

	Page
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changes over time.	93 – 100
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue sources, property taxes and sales taxes.	101 – 110
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	111 – 118
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	119 – 120
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	121 – 126

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

CITY OF HALTOM CITY, TEXAS

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS
(UNAUDITED)

	2012	2013	2014	2015
Governmental activities				
Net investment in capital assets	$ 30,247,459	$ 35,212,219	$ 44,018,316	$ 44,644,061
Restricted	7,310,385	5,680,532	7,522,651	11,087,769
Unrestricted	9,330,151	9,147,395	3,155,882	(3,213,591)
Total governmental activities net position	46,887,995	50,040,146	54,696,849	52,518,239
Business-type activities				
Net investment in capital assets	32,063,719	32,974,632	39,419,139	40,345,975
Unrestricted	6,851,622	6,560,595	5,530,649	5,383,611
Total business-type activities net position	38,915,341	39,535,227	44,949,788	45,729,586
Primary government				
Net investment in capital assets	62,311,178	68,186,851	83,437,455	84,990,036
Restricted	7,310,385	5,680,532	7,522,651	11,087,769
Unrestricted	16,181,773	15,707,990	8,686,531	2,170,020
Total primary government net position	$ 85,803,336	$ 89,575,373	$ 99,646,637	$ 98,247,825

2016	2017	2018	2019	2020	2021
$ 49,669,147	$ 48,573,824	$ 51,907,911	$ 53,560,693	$ 56,184,646	$ 48,488,519
8,566,493	14,332,634	14,398,393	17,961,901	18,389,983	22,380,151
(6,118,269)	(7,282,612)	(9,177,231)	(9,182,445)	(1,208,395)	7,951,510
52,117,371	55,623,846	57,129,073	62,340,149	73,366,234	78,820,180
40,860,841	41,019,999	42,648,361	43,145,765	43,473,153	43,641,248
6,487,495	10,344,876	15,850,355	19,753,480	26,077,265	32,595,307
47,348,336	51,364,875	58,498,716	62,899,245	69,550,418	76,236,555
90,529,988	89,593,823	94,566,272	96,706,458	99,657,799	92,129,767
8,566,493	14,332,634	14,398,393	17,961,901	18,389,983	22,380,151
369,226	3,062,264	6,673,104	10,571,035	24,868,870	40,546,817
$ 99,465,707	$ 106,988,721	$ 115,637,769	$ 125,239,394	$ 142,916,652	$ 155,056,735

CITY OF HALTOM CITY, TEXAS

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	2012	2013	2014	2015
Governmental activities				
General government	$ 5,652,640	$ 5,490,063	$ 5,972,582	$ 4,992,708
Public safety	15,586,244	15,223,623	15,929,472	15,702,918
Streets	3,411,917	4,259,384	4,237,146	3,180,893
Culture and recreation	2,891,808	2,867,987	3,140,140	2,894,363
Interest on long-term debt	1,497,506	1,431,521	1,570,866	1,297,086
Total governmental activities expenses	29,040,115	29,272,578	30,850,206	28,067,968
Business-type activities:				
Water and sewer services	14,658,304	14,862,348	15,679,502	15,990,278
Drainage services	1,167,946	1,352,182	1,361,742	1,047,947
Total business-type activities expenses	15,826,250	16,214,530	17,041,244	17,038,225
Total primary government expenses	44,866,365	45,487,108	47,891,450	45,106,193
Program revenues				
Governmental activities:				
Charges for services:				
General government	2,497,069	1,928,004	2,451,322	2,482,422
Public safety	2,112,240	2,357,634	2,053,885	1,827,337
Streets	17,449	5,240	22,138	1,305
Culture and recreation	234,796	253,282	262,606	251,285
Operating grants and contributions	729,869	572,559	1,140,514	717,407
Capital grants and contributions	2,657,688	4,765,451	7,279,679	7,025,184
Total governmental activities program revenues	8,249,111	9,882,170	13,210,144	12,304,940
Business-type activities:				
Charges for services:				
Water and sewer services	16,662,680	16,702,485	16,742,577	17,433,066
Drainage services	1,424,824	1,566,018	1,699,940	1,644,089
Capital grants and contributions	475,811	51,581	3,835,132	1,224,660
Total business-type activities program revenues	18,563,315	18,320,084	22,277,649	20,301,815
Total primary Government program revenues	$ 26,812,426	$ 28,202,254	$ 35,487,793	$ 32,606,755

TABLE 2

2016	2017	2018	2019	2020	2021
$ 6,991,532	$ 6,583,493	$ 6,320,374	$ 7,170,945	$ 6,582,331	$ 9,241,073
18,140,988	18,763,690	18,389,178	17,907,680	17,919,745	21,334,383
2,661,889	3,062,161	3,801,982	3,217,049	1,877,804	2,549,723
3,101,708	3,209,288	3,819,112	3,732,618	3,457,170	3,416,953
1,228,911	1,250,237	1,049,253	1,174,401	1,478,330	1,710,224
32,125,028	32,868,869	33,379,899	33,202,693	31,315,380	38,252,356
17,611,699	16,670,152	16,372,945	18,761,789	18,182,467	17,919,526
1,372,063	1,309,625	1,218,164	1,567,980	1,763,216	1,515,957
18,983,762	17,979,777	17,591,109	20,329,769	19,945,683	19,435,483
51,108,790	50,848,646	50,971,008	53,532,462	51,261,063	57,687,839
2,699,926	2,728,039	2,631,068	2,469,464	3,318,494	3,104,767
1,840,804	2,272,328	1,075,387	1,694,051	860,081	1,151,877
41,140	3,992	43,304	-	-	-
249,830	217,862	231,442	181,004	89,597	104,922
272,414	359,563	442,109	258,868	1,634,438	1,522,728
40,443	17,186	459,410	24,356	143,769	240,588
5,144,557	5,598,970	4,882,720	4,627,743	6,046,379	6,124,882
19,279,830	20,591,084	23,373,412	23,080,974	24,932,166	23,927,784
1,627,657	1,861,389	1,830,479	1,708,362	1,815,869	1,820,431
305,962	-	-	25,748,215	-	1,027,514
21,213,449	22,452,473	25,203,891	50,537,551	26,748,035	26,775,729
$ 26,358,006	$ 28,051,443	$ 30,086,611	$ 55,165,294	$ 32,794,414	$ 32,900,611

CITY OF HALTOM CITY, TEXAS

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	2012	2013	2014	2015
Net (Expense)/Revenue				
Governmental activities	$(20,791,004)	$(19,390,408)	$(17,640,062)	$(15,763,028)
Business-type activities	2,737,065	2,105,554	5,236,405	3,263,590
Total primary government net expense	(18,053,939)	(17,284,854)	(12,403,657)	(12,499,438)
General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes				
Property taxes	9,968,735	10,327,708	11,136,939	11,950,005
Sales taxes	6,578,414	6,902,685	7,103,791	7,622,096
Franchise taxes	4,057,555	3,977,397	4,105,002	4,055,193
Occupancy taxes	38,540	46,979	44,484	44,681
Interest	154,370	106,114	(122,596)	86,035
Unrestricted grants and contributions	-	-	-	500,020
Oil and gas leases	269,966	336,439	394,326	127,709
Mixed beverage taxes	10,491	11,908	12,582	14,554
Miscellaneous	661,350	676,880	721,957	407,255
Gain on sale of capital assets	5,545	4,100	122,503	-
Transfers	(191,494)	(132,101)	(471,558)	684,658
Total governmental activities	21,553,472	22,258,109	23,047,430	25,492,206
Business-type activities:				
Interest	37,463	46,587	(37,657)	20,466
Gain on sale of capital assets	22,600	-	20,118	-
Transfers	191,494	132,101	471,558	(684,658)
Total business-type activities	251,557	178,688	454,019	(664,192)
Total primary government	21,805,029	22,436,797	23,501,449	24,828,014
Change in Net Position				
Governmental activities	751,977	2,855,793	5,394,786	9,729,178
Business-type activities	2,988,622	2,284,242	5,690,424	2,599,398
Total primary government	$ 3,740,599	$ 5,140,035	$ 11,085,210	$ 12,328,576

TABLE 2

2016	2017	2018	2019	2020	2021
$(26,980,471)	$(27,269,899)	$(28,497,179)	$(28,574,950)	$(25,269,001)	$(32,127,474)
2,229,687	4,472,696	7,612,782	4,459,567	6,802,352	7,340,246
(24,750,784)	(22,797,203)	(20,884,397)	(24,115,383)	(18,466,649)	(24,787,228)
12,035,695	12,706,964	13,688,707	14,458,831	17,273,899	18,206,031
8,437,024	12,025,312	13,254,357	13,527,349	13,387,329	15,280,750
4,044,133	4,078,235	4,034,509	3,934,104	3,896,316	3,480,016
47,561	44,308	46,865	45,781	43,679	46,805
157,851	244,718	239,572	901,211	745,428	(132,667)
989,140	615,685	-	-	-	-
30,131	57,466	123,212	122,757	53,276	86,403
13,887	11,174	12,959	27,082	27,750	22,396
124,181	384,156	270,597	80,533	255,396	11,690
-	18,356	62,913	108,378	32,017	-
700,000	580,000	580,000	580,000	579,996	579,996
26,579,603	30,766,374	32,313,691	33,786,026	36,295,086	37,581,420
89,063	123,843	147,322	520,982	428,817	(74,113)
-	-	-	-	-	-
(700,000)	(580,000)	(580,000)	(580,000)	(579,996)	(579,996)
(610,937)	(456,157)	(432,678)	(59,018)	-	(654,109)
(25,968,666)	30,320,217	31,881,031	33,727,008	36,295,086	36,927,311
(400,868)	3,506,475	3,816,512	5,211,076	11,026,085	5,453,946
1,618,750	4,016,539	7,180,104	4,400,549	6,651,173	6,686,137
$ 1,217,882	$ 7,523,014	$ 10,996,616	$ 9,611,625	$ 17,677,258	$ 12,140,083

CITY OF HALTOM CITY, TEXAS

FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	2012	2013	2014	2015
General Fund				
Nonspendable	$ 194,579	$ 189,295	$ 205,828	$ 180,936
Assigned	4,725	-	-	-
Unassigned	10,571,395	11,195,537	11,323,984	11,381,345
Total general fund	10,770,699	11,384,832	11,529,812	11,562,281
All Other Governmental Funds				
Nonspendable	-	-	-	-
Restricted	16,277,980	17,272,217	12,308,467	11,055,819
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	(40,665)	(43,799)	(79,746)	35,828
Total all other governmental funds	$ 16,237,315	$ 17,228,418	$ 12,228,721	$ 11,091,647

2016	2017	2018	2019	2020	2021
$ 170,743	$ 200,738	$ 201,427	$ 168,876	$ 179,195	$ 186,734
-	-	-	833,338	-	4,338,894
9,402,292	10,043,761	13,200,606	12,420,435	18,014,660	20,153,093
9,573,035	10,244,499	13,402,033	13,422,649	18,193,855	24,678,721
-	15,534	61,500	-	-	-
8,486,785	14,254,552	17,872,985	26,266,982	30,308,944	55,940,954
-	-	-	-	-	1,108,092
-	-	-	-	-	-
517,510	(11,520)	(23,103)	(34,469)	(33,125)	-
$ 9,004,295	$ 14,258,566	$ 17,911,382	$ 26,232,513	$ 30,275,819	$ 57,049,046

CITY OF HALTOM CITY, TEXAS

CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	2012	2013	2014	2015
Revenues				
Taxes [See Table 5]	$ 20,769,714	$ 21,590,984	$ 22,547,214	$ 23,345,404
Licenses and permits	715,066	332,908	484,736	851,870
Intergovernmental	912,126	591,897	8,285,812	660,422
Fines and fees	1,740,065	2,147,032	1,916,686	1,776,959
Charges for services	1,853,771	1,647,888	1,758,412	1,782,682
Oil and gas leases	269,966	336,439	394,326	127,709
Interest income	111,281	88,029	(84,217)	86,098
Contributions	783,942	646,002	653,585	858,043
Special assessments	5,283	4,681	2,613	11,592
Miscellaneous	307,373	438,684	471,393	818,530
Total revenues	27,468,587	27,824,544	36,430,560	30,319,309
Expenditures				
General government	5,224,896	5,440,470	11,486,467	5,132,507
Public safety	13,981,585	14,182,784	14,464,255	15,612,260
Streets	1,323,160	2,004,095	1,710,489	1,076,012
Culture and recreation	2,312,719	2,289,178	3,302,937	2,414,793
Capital outlay	4,342,467	5,971,871	7,419,305	3,433,813
Debt service:				
Principal	2,650,000	2,865,000	3,315,000	3,545,000
Interest	1,493,869	1,358,658	1,416,333	1,335,855
Bond issuance costs	98,804	198,369	106,727	26,640
Total expenditures	31,427,500	34,310,425	43,221,513	32,576,880
Excess of revenues over (under) expenditures	(3,958,913)	(6,485,881)	(6,790,953)	(2,257,571)
Other financial sources (uses)				
Bonds issued	3,880,000	7,330,000	7,330,000	365,000
Premium on issuance of debt	244,131	257,454	-	-
Payment to refunded bond escrow agent	(2,658,367)	-	(5,044,709)	-
Proceeds from capital lease	-	-	-	-
Sale of capital assets	5,545	4,100	122,503	27,554
Transfers in	3,006,932	1,008,777	1,348,725	1,567,949
Transfers out	(3,198,426)	(1,140,878)	(1,820,283)	(883,291)
Total other financing sources (uses)	1,279,815	7,459,453	1,936,236	1,077,212
Net change in fund balance	$(2,679,098)	$ 973,572	$(4,854,717)	$(1,180,359)
Debt service as a percentage of noncapital expenditures	15.3%	14.9%	13.2%	16.7%

TABLE 4

2016	2017	2018	2019	2020	2021
$ 24,497,264	$ 29,076,841	$ 31,059,455	$ 32,191,601	$ 34,410,674	$ 37,047,887
814,128	638,032	987,167	1,095,526	1,935,600	1,721,763
205,337	254,000	758,074	215,319	1,688,615	1,548,228
1,371,940	1,551,999	1,313,937	1,292,692	764,796	1,107,243
2,054,448	2,121,287	1,759,252	1,386,044	1,326,530	1,516,790
30,131	67,466	123,212	122,757	53,276	86,403
157,850	244,678	239,539	901,178	745,388	(132,667)
1,405,165	748,839	144,310	68,187	72,319	32,679
-	3,183	6,059	2,033	-	-
465,094	667,635	547,405	350,375	465,519	172,973
31,001,357	35,373,960	36,938,410	37,625,712	41,462,717	43,101,299
6,181,093	5,804,710	6,274,768	7,250,795	6,490,804	7,443,056
16,487,431	16,604,490	17,197,194	17,900,823	17,293,723	17,648,916
683,434	1,284,857	1,556,644	2,099,806	2,824,221	2,958,596
2,429,286	2,447,648	3,046,391	3,126,754	2,824,579	2,812,340
5,187,830	1,595,455	2,098,253	1,903,015	4,255,104	4,147,546
3,545,000	4,105,000	4,218,128	5,055,743	5,144,934	6,073,871
1,259,241	1,200,021	1,073,999	1,054,336	1,422,774	1,067,252
4,640	147,289	54,598	168,065	165,522	652,873
35,777,955	33,189,470	35,519,975	38,559,337	40,421,661	42,804,450
(4,776,598)	2,184,490	1,418,435	(933,625)	1,041,056	296,849
-	7,115,000	2,860,000	7,460,000	5,730,000	34,160,000
-	430,923	-	526,665	429,778	2,265,050
-	(4,403,034)	-	-	-	(6,939,428)
-	-	809,444	600,329	956,294	30,903
-	18,356	62,913	108,378	77,388	2,864,723
1,778,250	2,284,913	2,797,863	2,898,688	2,356,440	3,151,018
(1,078,250)	(1,704,913)	(2,217,863)	(2,318,688)	(1,776,444)	(2,571,022)
700,000	3,741,245	4,312,357	9,275,372	7,773,456	32,961,244
$(4,076,598)	$ 5,925,735	$ 5,730,792	$ 8,341,747	$ 8,814,512	$ 33,258,093
15.7%	16.8%	16.0%	17.5%	19.8%	19.5%

CITY OF HALTOM CITY, TEXAS

TABLE 5

GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE

LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

Fiscal Year	Property Tax	Sales Tax	Franchise Tax	Occupancy Tax	Bingo Tax	Mixed Beverage Tax	Total
2012	$ 10,075,552	$ 6,578,414	$ 4,057,555	$ 38,540	$ 9,161	$ 10,491	$ 20,769,713
2013	10,650,864	6,902,684	3,977,397	46,979	1,151	11,908	21,590,983
2014	11,136,939	7,103,791	4,105,002	44,484	2,716	12,582	22,405,514
2015	11,522,289	7,622,096	4,141,784	44,681	-	14,554	23,345,404
2016	11,898,232	8,437,022	4,100,319	47,804	-	13,887	24,497,264
2017	12,867,349	12,025,312	4,128,461	44,545	-	11,174	29,076,841
2018	13,688,514	13,254,357	4,056,346	47,279	-	12,959	31,059,455
2019	14,605,834	13,527,349	3,984,935	46,401	6,255	20,827	32,191,601
2020	16,992,361	13,387,329	3,946,276	56,958	10,994	16,756	34,410,674
2021	18,157,393	15,280,750	3,540,543	46,805	-	22,396	37,047,887

CITY OF HALTOM CITY, TEXAS **TABLE 6**

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

Fiscal Year	Taxable Value		Less: Tax-Exempt Property	Net Taxable Value	Total Direct Tax Rate
	Real Property	Personal Property			
2012	$ 1,557,087,625	$ 302,106,814	$ 399,443,255	$ 1,459,751,184	0.65174
2013	1,612,456,483	295,394,543	411,254,238	1,496,596,788	0.67174
2014	1,641,000,800	302,497,948	407,876,393	1,535,622,355	0.69999
2015	1,748,908,695	310,614,488	417,359,896	1,642,163,287	0.69999
2016	1,659,993,768	314,318,393	406,461,354	1,567,850,807	0.69999
2017	1,778,726,503	326,663,818	430,621,079	1,674,769,242	0.69999
2018	2,126,037,240	349,464,064	509,893,316	1,965,607,988	0.66818
2019	2,296,595,267	357,883,712	509,227,200	2,145,251,779	0.65300
2020	2,540,379,473	496,278,229	602,651,495	2,434,006,207	0.66576
2021	2,741,184,968	482,145,626	678,491,378	2,544,839,216	0.66576

Source: Tarrant County Appraisal District

CITY OF HALTOM CITY, TEXAS

DIRECT AND OVERLAPPING PROPERTY TAX RATES
(PER $100 OF ASSESSED VALUE)

LAST TEN FISCAL YEARS
(Unaudited)

	City Direct Rates			Overlapping Rates	
Fiscal Year	Operating/ General Fund	Debt Service Fund	Total (A) Direct	Birdville School District	Tarrant College District
2012	$ 0.441740	$ 0.210000	$ 0.651740	$ 1.435000	$ 0.148970
2013	0.461740	0.210000	0.671740	1.435000	0.149500
2014	0.479990	0.220000	0.699990	1.435000	0.149500
2015	0.479990	0.220000	0.699990	1.435000	0.149500
2016	0.462320	0.237670	0.699990	1.453900	0.149500
2017	0.462320	0.237670	0.699990	1.453900	0.144730
2018	0.455180	0.213000	0.668180	1.453900	0.140060
2019	0.423000	0.230000	0.653000	1.453900	0.136070
2020	0.413730	0.252030	0.665760	1.383900	0.130170
2021	0.403750	0.262010	0.665760	1.338000	0.130170

Sources: City Records and Tarrant County Appraisal District

Overlapping Rates		Total Direct & Overlapping
Tarrant County Hospital	Tarrant County	
$ 0.227897	$ 0.264000	$ 2.727607
0.227897	0.264000	2.748137
0.227897	0.264000	2.776387
0.227897	0.264000	2.776387
0.227897	0.264000	2.776387
0.227897	0.254000	2.780517
0.224429	0.244000	2.730569
0.224429	0.234000	2.701399
0.224429	0.234000	2.638259
0.224429	0.229000	2.587359

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CITY OF HALTOM CITY, TEXAS

PRINCIPAL PROPERTY TAX PAYERS

CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

	2021			2012		
Taxpayer	**Taxable Assessed Value (in thousands)**	**Rank**	**Percentage of Total City Taxable Assessed Value**	**Taxable Assessed Value (in thousands)**	**Rank**	**Percentage of Total City Taxable Assessed Value**
Exponential Property Group	$ 83,764,483	1	2.95%	$ -		-
KV Belmond Apartments LP	71,620,000	3	2.88%	-		-
Brep Beach LP	48,985,000	4	1.81%	-		-
Northern Cross Borrower LLC	46,800,000	5	1.77%	-		-
Spring Lake Village LLC	37,830,000	6	1.63%	-		-
AV Haltom Lakeview	37,700,000	7	1.40%	-		-
W/C 820 Exchange Owner VIII LP	37,159,651	8	1.22%	-		-
Emmitt Luxury Apartment Homes	34,400,000	9	1.08%	-		-
Ararat Hills Master LLC	23,670,000	10	1.07%	-		-
M & A Crvi	-		1.07%	35,869,000	1	2.32%
Somp-Beach LP	-		-	25,500,000	2	1.65%
Statr Fair Food Inc.	-		-	19,547,072	3	1.26%
Protea Amesbury Court	-		-	19,505,370	4	1.26%
Sara Lee Corp/Hillshire Brands	79,757,369	2	-	17,284,201	5	1.12%
Oncor Electric Delivery	-		-	12,148,683	6	0.79%
A T S Drilling Inc	-		-	10,500,599	7	0.68%
Alliance GJLP	-		-	9,700,000	8	0.63%
Fossil Hill Ltd	-		-	8,900,000	9	0.58%
Ahern Rentals Inc	-		-	8,709,016	10	0.56%
Total	$ 501,686,503		19.69%	$ 167,663,941		10.85%

Source: Tarrant County Appraisal District

CITY OF HALTOM CITY, TEXAS

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Taxes Levied for the Fiscal Year	Adjustments to Levy	Adjusted Taxes Levied for Fiscal Year	Collected within the Fiscal Year of the Levy	
				Amount	Percentage of Levy
2012	$ 10,023,471	$(26,514)	$ 9,996,957	$ 9,806,044	98.09%
2013	10,379,878	110,523	10,490,400	10,276,942	97.97%
2014	11,002,623	60,540	11,063,163	10,856,887	98.14%
2015	11,615,861	(76,711)	11,539,150	11,416,197	98.93%
2016	10,864,156	793,917	11,658,073	11,544,619	99.03%
2017	12,287,526	415,787	12,703,313	12,514,668	98.51%
2018	13,110,290	392,415	13,502,705	13,316,626	98.62%
2019	14,415,250	158,809	14,574,059	14,375,036	98.63%
2020	16,709,584	224,381	16,933,964	16,749,840	98.91%
2021	16,983,855	837,616	17,821,471	17,653,406	99.06%

Source: Tarrant County Tax Office

Collections For Previous Years	Total Collections to Date	
	Amount	Percentage of Levy
$ 141,156	$ 9,947,200	99.50%
159,518	10,436,459	99.49%
161,250	11,018,137	99.59%
114,360	11,530,557	99.92%
211,678	11,756,297	100.00%
142,888	12,657,556	99.64%
189,001	13,505,627	100.00%
74,294	14,449,330	99.14%
133,265	16,883,105	99.07%
-	17,653,406	99.60%

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CITY OF HALTOM CITY, TEXAS **TABLE 10**

SALES TAX COLLECTIONS BY FUND

LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	General	Street Reconstruction	Total Primary Government	Component Units		Total Sales Tax Collections
				Economic Development	Crime Control District	
2012	$ 5,265,627	$ 1,312,787	$ 6,578,414	$ 2,625,573	$ 1,251,127	$ 10,455,114
2013	5,524,775	1,377,910	6,902,684	2,755,820	1,327,971	10,986,476
2014	5,681,874	1,421,917	7,103,791	2,843,834	1,355,192	11,302,817
2015	6,095,550	1,526,546	7,622,096	3,053,111	1,465,227	12,140,434
2016	6,747,264	1,689,760	8,437,024	3,379,538	1,643,414	13,459,977
2017	9,448,656	2,577,863	12,026,519	-	1,662,631	13,689,150
2018	10,402,719	2,851,638	13,254,357	-	1,838,595	15,092,952
2019	10,632,058	2,895,291	13,527,349	-	1,865,818	15,393,167
2020	10,511,668	2,875,661	13,387,329	-	1,833,806	15,221,135
2021	12,000,929	3,279,821	15,280,750	-	2,123,435	17,404,185

Note:

The Economic Development Corporation and the Crime District are presented separately which are discretely presented component units, but part of the City's Sales Tax Rate and Collections. Starting FY2017, there will be no allocation of sales tax to Economic Development Corporation.

Source: City of Haltom City Records

CITY OF HALTOM CITY, TEXAS

RATIO OF OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS
(Unaudited)

	Governmental Activities				
Fiscal Year	General Obligation Bonds	General Obligation Refunding Bonds	Certificates of Obligation	Tax Notes	Capital Leases
2012	$14,725,000	$9,395,000	$14,250,000	$300,000	$ -
2013	17,115,000	8,946,950	15,360,000	2,185,000	-
2014	11,445,000	15,308,204	14,290,000	1,715,000	-
2015	12,580,000	11,645,000	13,150,000	1,655,000	-
2016	12,135,000	10,105,000	12,015,000	1,230,000	-
2017	11,680,000	15,901,648	6,605,000	845,000	-
2018	14,626,909	12,750,809	5,787,751	474,819	756,316
2019	20,166,672	11,169,858	5,128,497	234,908	1,131,026
2020	17,492,488	9,761,189	10,645,764	-	1,777,386
2021	37,876,940	14,845,027	9,055,764	-	1,314,418

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[a] See Table 16 for personal income and polulation data.

Business-Type Activities					
General Obligation Refunding Bonds	Water and Sewer Revenue Bonds	Certificates of Obligation	Total Primary Government	Debt Percentage of Personal Income [a]	Total Debt Per Capita
$8,070,000	$125,000	$13,540,000	$60,405,000	7.26%	$ 1,435
7,210,875	-	12,940,000	63,757,825	7.29%	1,472
9,305,350	-	9,385,000	61,448,554	7.03%	1,419
7,890,000	-	9,000,000	55,920,000	6.45%	1,311
6,630,000	-	8,605,000	50,720,000	5.78%	1,187
6,200,000	-	7,330,000	48,561,648	5.62%	1,140
5,026,999	-	14,041,555	53,465,158	6.01%	1,221
3,682,796	-	13,224,703	54,738,460	5.93%	1,218
5,138,858	-	10,010,081	54,825,766	5.93%	1,156
4,183,858	-	9,121,521	76,397,528	8.18%	1,522

CITY OF HALTOM CITY, TEXAS

RATIO OF NET GENERAL BONDED DEBT OUTSTANDING

LAST TEN FISCAL YEARS
(Unaudited)

	Governmental Activities					
Fiscal Year	General Obligation Bonds	Certificates of Obligation	Tax Notes	Capital Leases	Less: Amount Available for Debt Service	Total
2012	$24,120,000	$14,250,000	$ 300,000	$ -	$ 443,695	$38,226,305
2013	26,061,950	15,360,000	2,185,000	-	399,529	43,207,421
2014	26,753,204	14,290,000	1,715,000	-	222,030	42,536,174
2015	24,225,000	13,150,000	1,655,000	-	217,584	38,812,416
2016	22,240,000	12,015,000	1,230,000	-	493,055	34,991,945
2017	27,581,648	6,605,000	845,000	-	385,467	34,646,181
2018	27,525,285	5,787,751	474,816	-	374,761	33,413,091
2019	31,454,935	5,128,497	234,908	-	523,044	36,295,296
2020	27,253,677	10,645,764	-	1,777,386	1,033,177	36,866,264
2021	52,721,967	9,055,764	-	1,314,418	1,712,505	61,379,644

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

[a] See Table 6 for property value data.

[b] See Table 16 for population data.

Business-Type Activities					
General Obligation Refunding Bonds	Certificates of Obligation	Total Debt	Percentage of General Debt to Taxable Value of Property [a]	General Debt Per Capita [b]	
$ 8,070,000	$ 13,540,000	$ 59,836,305	2.43%	$ 908	
7,210,875	12,940,000	63,358,296	2.73%	998	
9,305,350	9,385,000	61,226,524	2.58%	970	
7,890,000	9,000,000	55,702,416	3.39%	1,270	
6,630,000	8,605,000	50,226,945	3.20%	1,175	
6,200,000	7,330,000	48,176,181	2.89%	1,134	
5,026,999	14,041,555	52,481,645	2.66%	1,224	
3,682,796	13,224,703	53,202,795	2.51%	1,259	
5,138,858	10,010,081	52,015,203	2.08%	1,144	
4,183,858	9,121,521	74,685,023	2.93%	1,730	

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CITY OF HALTOM CITY, TEXAS **TABLE 13**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF SEPTEMBER 30, 2021
(Unaudited)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable [a]	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Birdville Independent School District	$ 440,840,000	22.32%	$ 98,395,488
Fort Worth Independent School District	1,249,965,000	0.24%	2,999,916
Keller Independent School District	877,564,989	0.58%	5,089,877
Tarrant County	213,675,000	1.33%	2,841,878
Tarrant County College District	255,995,000	1.33%	3,404,734
Tarrant County Hospital District	14,495,000	1.33%	192,784
Subtotal, overlapping debt			112,924,675
City of Haltom City (direct debt)			71,245,000
Total direct and overlapping debt			$ 184,169,675

Sources: Texas Municipal Reports published by Municipal Advisory Council of Texas

[a] The percentage of overlapping debt applicable is estimated using the area of each taxing unit located within Haltom City.

CITY OF HALTOM CITY, TEXAS

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS
(Unaudited)

	2012	2013	2014	2015
Debt limit	$38,637,244	$38,861,957	$39,584,432	$41,912,022
Total net debt applicable to limit	23,676,305	25,662,421	26,531,174	24,007,416
Legal debt margin	$ 14,960,939	$ 13,199,536	$ 13,053,258	$ 17,904,606
Total net debt applicable to the limit as a percentage of debt limit	61.17%	61.28%	66.03%	67.02%

Note: Under state finance law, the city's outstanding general obligation debt should not exceed 2.5 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

Legal Debt Margin Calculation for Fiscal Year 2021

Assessed value	$ 2,544,427,121
Debt limit (2.5% of assessed value)	63,610,678
Debt applicable to limit:	
General obligation bonds	52,721,967
Less: Amount set aside for repayment of general obligation debt	(1,712,505)
Total net debt applicable to limit	51,009,462
Legal debt margin	$ 12,601,216

2016	2017	2018	2019	2020	2021
$39,196,270	$41,869,231	$49,140,200	$53,631,294	$60,850,155	$63,610,678
21,746,945	27,196,181	27,150,524	30,931,891	26,220,500	51,009,462
$ 17,449,325	$ 14,673,050	$ 21,989,676	$ 22,699,403	$ 34,629,655	$ 12,601,216
62.79%	64.96%	55.25%	57.68%	43.09%	80.19%

CITY OF HALTOM CITY, TEXAS **TABLE 15**

PLEDGED-REVENUE COVERAGE

LAST TEN FISCAL YEARS
(Unaudited)

	Water & Sewer Revenue Bonds					
Fiscal Year	Total Revenues [a]	Less: Operating Expenses [b]	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
2012	$ 14,343,637	$ 12,820,672	$ 1,522,965	$ 130,000	$ 27,988	9.64
2013	16,505,018	12,987,017	3,518,001	125,000	2,094	27.68
2014	16,845,772	13,782,236	3,063,536	-	-	-
2015	16,871,764	14,052,528	2,819,236	-	-	-
2016	18,773,943	15,828,200	2,945,743	-	-	-
2017	20,235,926	14,994,043	5,241,883	-	-	-
2018	23,042,346	14,187,868	8,854,478	-	-	-
2019	23,537,076	16,452,441	7,084,635	-	-	-
2020	26,548,509	15,761,697	10,786,812	-	-	-
2021	23,863,779	15,397,186	8,466,593	-	-	-

Note: Details regarding the city's outstanding debt can be found in the notes to the financial
[a] Includes operating revenues, investment interest, gain on sale of assets, and operating transfers.
[b] Includes operating expenses minus depreciation and amortization.

CITY OF HALTOM CITY, TEXAS **TABLE 16**

DEMOGRAPHIC AND ECONOMIC STATISTICS

LAST TEN FISCAL YEARS
(Unaudited)

Year	Estimated Population	Personal Income *(thousands of dollars)*	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2012	42,090	$831,951	$19,766	33.4	23,644	6.1%
2013	43,310	874,645	20,195	33.6	24,085	5.7%
2014	43,851	891,140	20,322	33.5	24,317	5.0%
2015	42,640	866,530	20,322	33.5	24,321	4.2%
2016	42,730	878,144	20,551	32.0	24,300	3.9%
2017	42,740	867,750	20,303	32.5	23,627	3.2%
2018	42,740	856,253	20,034	31.8	23,570	3.0%
2019	42,730	877,973	20,547	31.8	23,477	2.9%
2020	44,339	958,963	21,628	31.5	23,503	6.2%
2021	43,168	933,637	21,628	32.4	22,535	6.3%

Sources: Estimated population before 2015 provided by Oncor Economic Development. Estimated population for 2015 to 2018 were provided by the North Central Texas Council of Governments. Median age from Census-factfinder.census.gov. School enrollment provided by Birdville ISD. Unemployment rates from US Bureau of Labor Statistic.

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CITY OF HALTOM CITY, TEXAS **TABLE 17**

PRINCIPAL EMPLOYERS

CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

	2021			2012		
Employer	**Employees**	**Rank**	**Percentage of Total City Employment**	**Employees**	**Rank**	**Percentage of Total City Employment**
Birdville ISD	3,103	1	13.67%	2,869		12.78%
Tyson Foods (formerly Hillshire & State Fair)	800	2	3.52%	-		-
Medtronic Midas Rex	350	3	1.54%	270		1.20%
City of Haltom City	289	4	1.27%	293		1.31%
GST Manufacturing	220	5	0.97%	-		-
MICA Corporation	200	6	0.88%	100		0.45%
Liberty Carton Company	154	7	0.68%	115		0.51%
Unifirst	137	8	0.60%	-		-
Falcon Steel Company	125	9	0.55%	121		0.54%
Blackmon Mooring	120	10	0.53%	-		-
Progressive Concepts, Inc	-		-	225		1.00%
Revcor/Molded Products	-		-	110		0.49%
Sara Lee Corp	-		-	653		2.91%
Lewis & Lambert Metal	-		-	100		0.45%
Total	5,498		24.22%	4,856		21.64%

Source: City of Haltom City Records

CITY OF HALTOM CITY, TEXAS

FULL-TIME CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS
(Unaudited)

Function/Program	2012	2013	2014	2015
General government				
Administration	3	3	3	3
City Secretary	2	2	2	2
Finance	7	7	7	7
Human Resources	3	3	3	3
Planning	5	5	6	7
Information Tech./HCTV	5	5	5	5
Code Enforcement	3	3	3	3
Fleet services	5	6	6	6
Building maintenance	1	1	1	1
Economic development	5	7	7	7
Public safety				
Police	95	79	79	79
Animal control	5	5	5	5
Fire	51	55	55	55
Municipal court	8	8	8	8
Streets	14.5	14.5	11.5	11.5
Culture and recreation				
Library	13	13	13	13
Parks and recreation	13	13	13	13
Water & Sewer	46.5	46.5	46.5	46.5
Drainage	8	8	8	8
Total	293	285	282	283

Source: City of Haltom City Records

2016	2017	2018	2019	2020	2021
3	3	3	3	3	3
2	2	2	2	2	2
6	6	6	6	5	5
4	4	4	2	4	4
6	7	7	7	7	13
6	6	6	6	6	6
5	5	5	5	6	-
6	5	4	4	4	4
2	2	2	2	2	2
1	-	-	1	-	-
82	82	82	83	85	85
5	5	5	4	4	59
54	54	55	56	59	6
8	8	7	5	6	4
11.5	11.5	11.5	10.0	12.5	12.5
13	13	13	13	13	10
18	19	19	24	24	23
41.5	41.5	42.5	38.0	41.5	44.5
7	7	7	6	7	6
281	281	281	277	291	291

CITY OF HALTOM CITY, TEXAS

OPERATING INDICATORS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS
(Unaudited)

Function/Program	2012	2013	2014	2015
General government				
Planning				
Residential permits issued	274	245	279	313
Commercial permits issued	255	199	208	298
New residential homes	9	6	5	4
New commercial buildings	11	11	12	17
Public safety				
Police				
Number of police officers	67	71	72	76
Number of physical arrests	2,100	2,316	2,182	2,034
Number of offenses*	4,208	5,001	1,377	1,503
Fire				
Number of firefighters	49	49	49	49
Number of fire runs	1,275	1,526	1,602	1,545
Number of EMS runs	2,661	3,066	2,917	2,846
Streets				
Street resurfacing (sq. yards)	3,701	-	56,822	9,455
Asphalt used for repairs (tons)	1,370	1,444	1,155	3,160
Culture and recreation				
Library				
Number of volumes	120,688	122,555	137,772	137,772
Average monthly circulation	33,162	29,857	30,000	17,925
Parks and recreation				
Average daily attendance	395	357	321	332
Water & sewer				
Number of water connections	13,456	13,473	12,898	13,456
Average daily consumption (millions of gallons)	5.18	4.96	4.69	5.18
Number of sewer connections	14,069	14,086	14,086	14,069
Residential accounts billed	10,665	10,850	10,832	10,909
Commercial accounts billed	1,538	1,497	1,490	1,399

*Part I offenses only.
Source: City of Haltom City Records

2016	2017	2018	2019	2020	2021
405	409	437	667	1,043	774
260	190	123	146	142	149
11	16	10	19	116	56
16	10	18	13	17	19
76	76	83	78	78	78
1,863	1,798	1,950	1,739	1,422	1,584
1,693	1,712	1,945	1,909	1,909	2,029
51	52	59	59	51	51
1,845	1,307	1,745	1,865	1,688	2,012
2,906	3,166	2,902	2,814	2,728	3,185
14,070	6,725	5,859	1,192	1,085	1,904
3,358	2,837	3,775	1,611	2,801	1,590
134,770	134,942	125,494	134,308	71,442	85,158
25,791	24,020	22,409	22,667	12,859	10,856
301	361	320	295	196	168
13,456	12,272	13,101	13,147	13,173	13,294
4.28	4.32	4.01	3.95	3.74	3.97
14,069	12,186	12,716	12,739	12,717	12,826
10,872	11,023	11,544	11,128	11,544	10,226
1,350	1,379	1,565	1,502	1,565	1,283

CITY OF HALTOM CITY, TEXAS

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS
(Unaudited)

Function/Program	2012	2013	2014	2015	2016
Public safety					
Police stations	1	1	1	1	1
Police patrol units	25	31	35	37	37
Fire stations	3	3	3	3	3
Streets					
Streets (miles)	171	171	171	174	174
Traffic signals	9	10	10	14	14
Streetlights	1,707	1,707	1,707	1,767	1,767
Culture and recreation					
Parks	10	10	12	10	11
Park (acres)	218	218	220	220	220
Picnic areas	9	8	9	1	9
Playgrounds	13	15	15	15	15
Recreation center	1	1	1	1	1
Senior center	1	1	1	1	1
Libraries	1	1	1	1	1
Water & sewer					
Water mains (miles)	305	305	305	306	307
Fire hydrants	1,662	1,662	1,662	1,700	1,700
Sanitary sewers (miles)	141	141	141	142	142
Drainage					
Storm sewers (miles)	306	306	306	307	307

Source: City of Haltom City Records

2017	2018	2019	2020	2021
1	1	1	1	1
37	37	37	37	37
3	3	3	3	3
184	184	186	186	186
15	15	15	15	15
1,777	1,777	1,809	1,809	1,809
11	11	11	11	11
220	230	230	230	230
9	9	9	9	9
15	16	17	17	17
1	1	1	1	1
1	1	1	1	1
1	1	1	1	1
310	310	132	309	320
1,724	1,724	1,747	1,747	1,760
161	161	163	163	150
310	310	311	308	308

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